1985 EDITION

SPECIAL ISSUE 1985 FOUR DOLLARS

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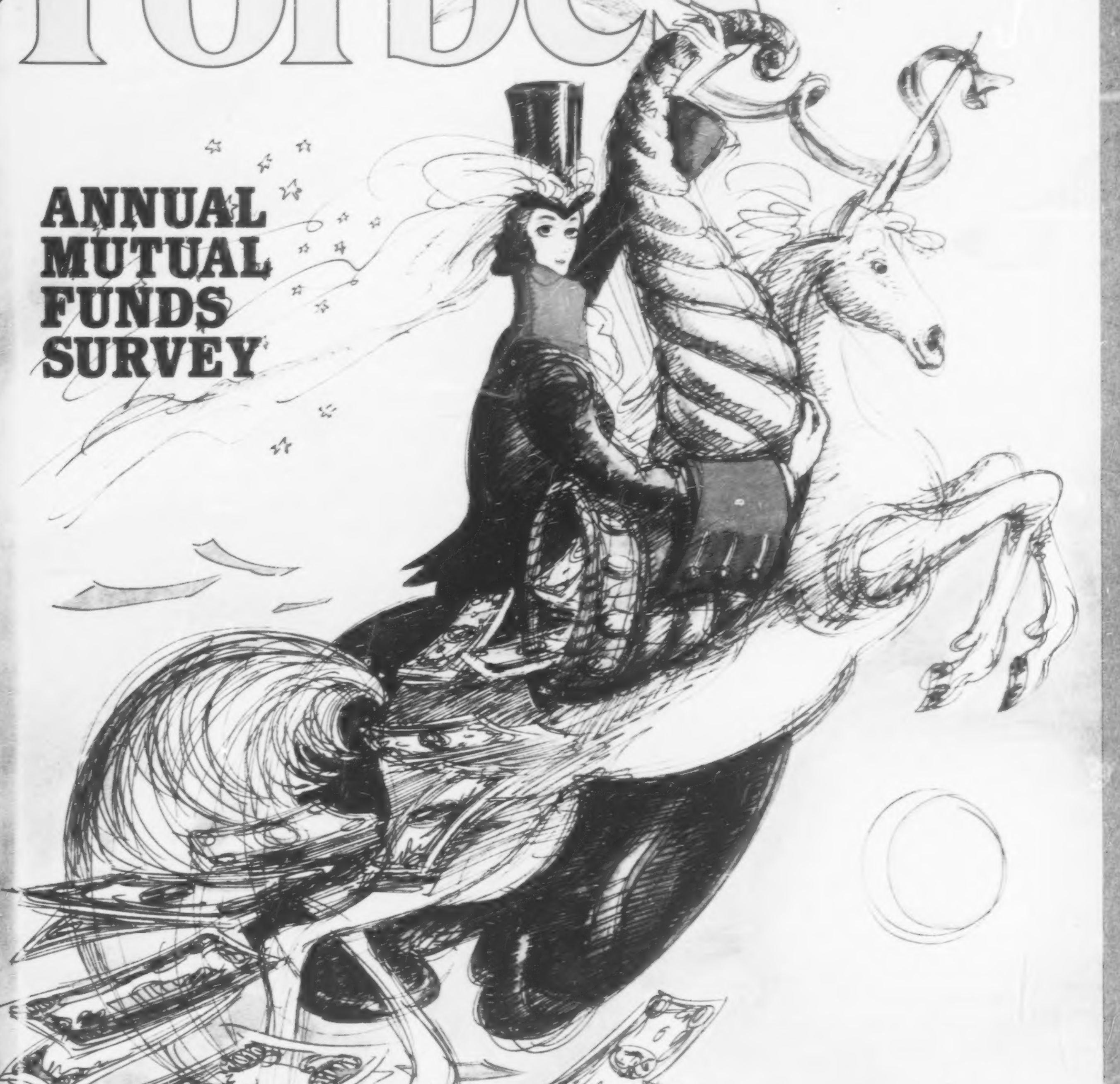
Forbes

ANNUAL MUTUAL FUNDS SURVEY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Forbes

September 16, 1985
Volume 136
Number 7

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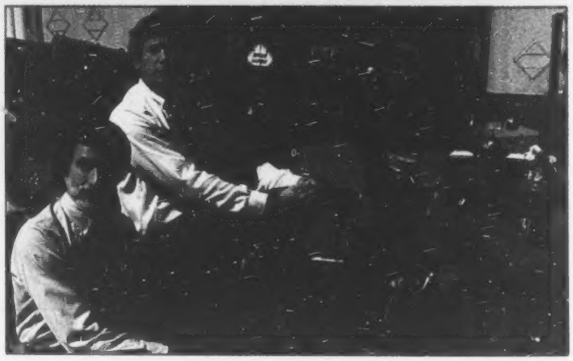

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September 16, 1985 Volume 136 Number 7 Forbes (ISSN 0015 6914) is published biweekly except weekly during two weeks in April, two weeks in September and two weeks in October, by Forbes Inc., 60 Fifth Ave., New York, N.Y. 10011. Second-class postage paid at New York, N.Y. and at additional mailing offices. Subscription $42 a year, U.S.A. Postmaster: Send address changes to Forbes, 60 Fifth Ave., New York, N.Y. 10011. Copyright © 1985 Forbes Inc. Title is protected through a trademark registration in the U.S. Patent Office.

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Cover illustration by Ed Sorel

1985 Annual Mutual Funds Survey

Not for the first time in recent memory, mutual funds are hot. But the hottest funds aren't necessarily the best funds.

The roaring Eighties

By Laura R. Walbert

WILLIAM HOSTLER HATES to see that red light go on. Its threatening flash in his Valley Forge, Pa. salesroom tells him that people are on the telephone waiting to buy a Vanguard fund but can't get through. As vice president of marketing at Vanguard Group, he would as soon lose a tooth as a customer.

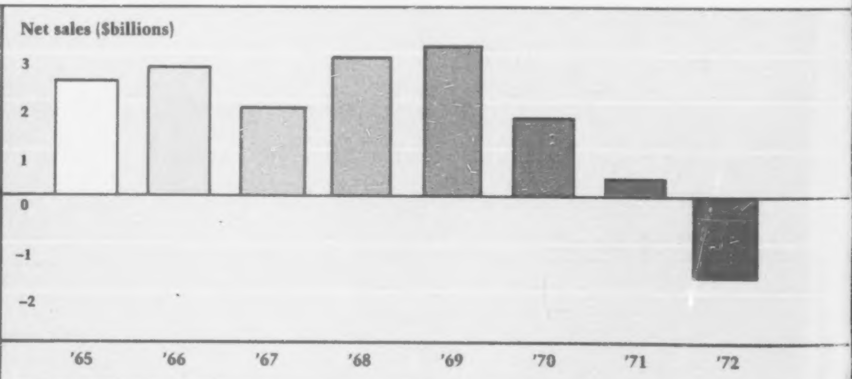
Hostler added 25 lines to the telephone bank in January, but "as soon as the phone company connected the last wire, all 25 lines lit up," he says. By late March the sales department was clocking close to 4,800 calls a day, vs. fewer than 2,250 a day last year. At the quarter's end, Vanguard's retail accounts had grown in number by 280%. At the end of July assets in Vanguard funds totaled $14.2 billion, up from $9.9 billion in December. And the red light keeps flashing.

It's boom time not only at Vanguard, but at Fidelity and Federated and Franklin. Excluding money market and short-term funds, net fund sales in the first half of 1985 totaled $31.1 billion—more than sales in all of 1984 or 1983. First-quarter sales alone beat sales for all of 1982.

Was the business ever this effervescent before? In 1968 it was, although the numbers look small in comparison. That year net fund sales of $3 billion were twice the level of four years earlier. One hot growth stock fund went from $29 million at the end of 1966 to $950 million two years later. Toward the end of 1968, stock in Dreyfus Corp., then

Sizzling again

Mutual funds are hot again, as they were in the late 1960s, and the numbers are bigger than ever before. In the first half of 1985, net sales (excluding money markets) beat the record for any previous full year. It wasn't always like this. Throughout the 1970s, more investors were dumping shares than buying.



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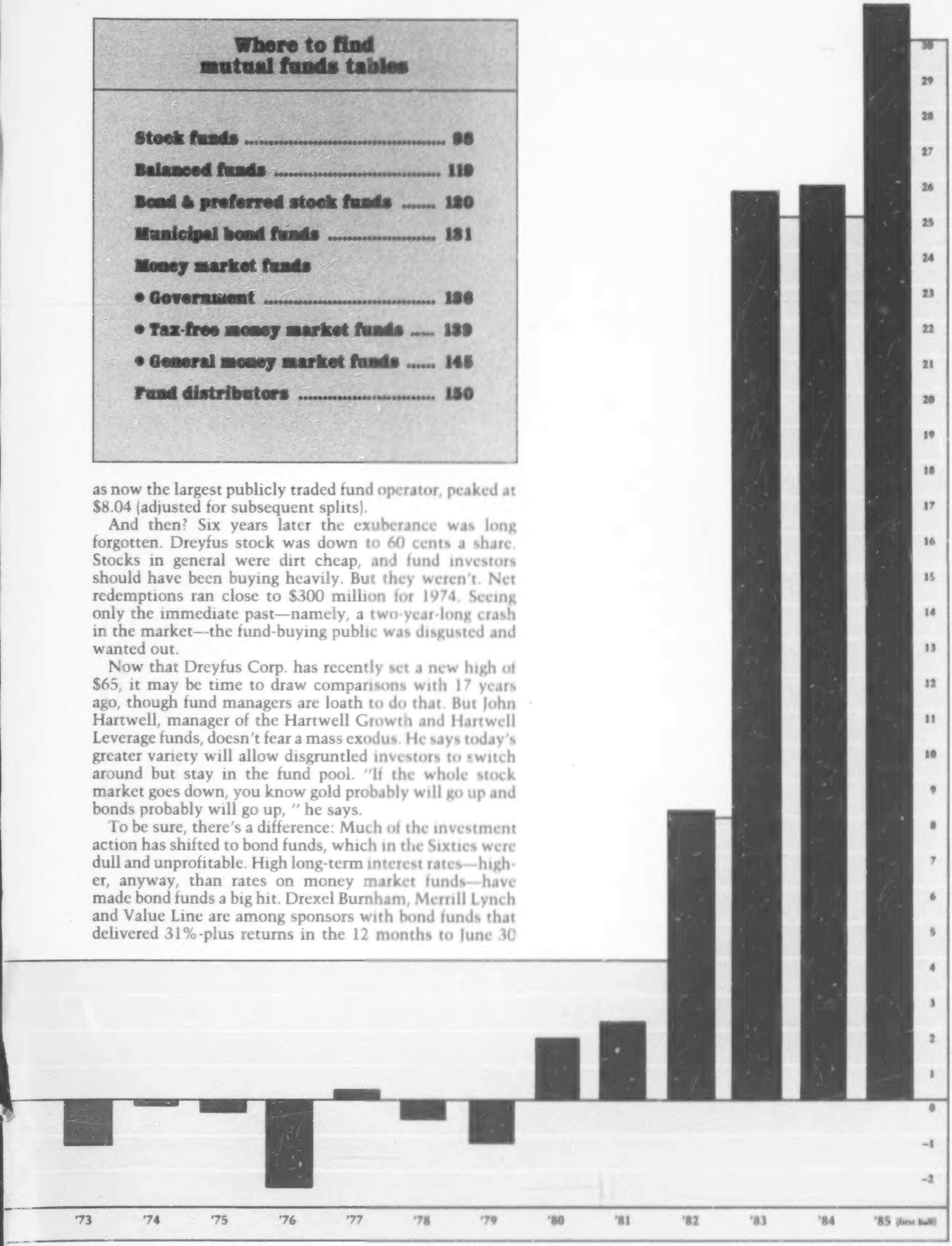
as now the largest publicly traded fund operator, peaked at $8.04 (adjusted for subsequent splits).

And then? Six years later the exuberance was long forgotten. Dreyfus stock was down to 60 cents a share. Stocks in general were dirt cheap, and fund investors should have been buying heavily. But they weren't. Net redemptions ran close to $300 million for 1974. Seeing only the immediate past—namely, a two-year-long crash in the market—the fund-buying public was disgusted and wanted out.

Now that Dreyfus Corp. has recently set a new high of $65, it may be time to draw comparisons with 17 years ago, though fund managers are loath to do that. But John Hartwell, manager of the Hartwell Growth and Hartwell Leverage funds, doesn't fear a mass exodus. He says today's greater variety will allow disgruntled investors to switch around but stay in the fund pool. "If the whole stock market goes down, you know gold probably will go up and bonds probably will go up," he says.

To be sure, there's a difference: Much of the investment action has shifted to bond funds, which in the Sixties were dull and unprofitable. High long-term interest rates—higher, anyway, than rates on money market funds—have made bond funds a big hit. Drexel Burnham, Merrill Lynch and Value Line are among sponsors with bond funds that delivered 31%-plus returns in the 12 months to June 30



(see table, p. 120), thus topping the stock market. The bond fund operators, meanwhile, picked up a lot of converts from bank accounts, where yields were falling. In the first half of 1985, which includes IRA season, net sales of equity funds tallied $4.9 billion. Bond and income funds brought in more than five times as much: $26.2 billion.

The public couldn't seem to get enough of the fixed-income stuff. Prudential-Bache brought out its spanking-new Government Plus fund in mid-March. By the end of April, the seven-week-old infant fund boasted $1.2 billion in assets—the largest fund underwriting ever. Some 84,000 people had invested in a fund with absolutely no performance record. Dean Witter's U.S. Government Securities Trust reached $3.4 billion after one year, making it the third-largest fund in our survey.

With the S&P's 500 up 31% during the 12 months ended in June, equities were also a nice place to be. Most equity funds failed to beat the market again, with the average fund managing only a 22% gain, but that was enough to keep most investors happy.

With the stock market as spotty as it was, the hottest funds for that period were the specialty funds, up on average 34%, according to Lipper Analytical Services. Benefiting from declining interest rates, mergers and suspected mergers, such one-sector funds as Prudential-Bache Utility, Fidelity Select-Leisure, Century Shares Trust, Fidelity Select-Financial Services and Fidelity Select-Health Care were up more than 56% for the 12 months.

Mutual fund marketing men were quick to respond with additional specialized product. Fidelity Select Portfolios, which had 8 different portfolios in June, now has 15. There

A lively anachronism

Boston usually gets credit as the cradle of the investment company business in the U.S., home as it is to 61-year-old Massachusetts Investors Trust and 57-year-old Pioneer Fund. But mutual funds are antedated by another species of investment company. This strange animal, the face-amount certificate company, arose in the Midwest, spread half-heartedly across the country and then receded to its origins. But for a few holdouts in places like Minneapolis and New Ulm, Minn., it would be near extinction.

Face-amount certificates were created in 1894 by former debt collector John Tappan, who founded Investors Syndicate in Minneapolis. Investors sent Tappan something like $5 a month, usually for a period of ten years. They were then rewarded for their frugality by getting back the $600 plus an interest premium on the matured certificate. Tappan invested the thousands he amassed from farmers and mill workers in first mortgages.

Small savers throughout the Midwest had been burned by the financial panics of the 1890s and did not trust banks. A savings program that did not involve banks had a powerful attraction. The certificates kept selling in the 1920s and 1930s, and Investors Syndicate kept faith with its investors, continuing payments to certificate holders throughout the Depression. (One Syndicate salesman used to seek prospects among people waiting in queues in front of collapsed banks.) It wasn't until 1940 that Investors Syndicate, now the giant financial services company IDS, gave another product, the mutual fund, to its salesmen.

The Securities & Exchange Commission counts five surviving face-amount certificate companies, only one with more than $25 million in assets. That is IDS. IDS has $1.4 billion of face-amount installment certificates in force, invested mostly in mortgages and Treasury securities and paying rates close to 9% nowadays. Its salesmen still peddle this investment antiquity in the face of opposition from bank CDs, money market funds, other mutuals and annuities.

IDS salesman Joe Lovoy works the Florida panhandle for the company and for years has ranked among the top sellers of certificates. He tells of a grandmother, daughter and granddaughter who all have bought certificates. He likes to recall the bank president who bought a controlling interest in his firm with certificate savings. Face-amount certificates seem to have some homely virtues not widely appreciated in an era of whiz-bang select portfolios and government plus funds.—**Christopher Power** is not merely a Select-Technology but a Select-Computers and a Select-Software & Computer Services and a Select-Electronics.

Why do fund managers love specialized funds? In any short market period some sector is bound to top the performance charts, and naive investors are sure to make that sector fund a big seller. Assets in the small but growing group of specialized funds rose from $1.5 billion to $6 billion in the first half of 1985 alone.

Where's all this money coming from? Individual retirement accounts and pension and profit-sharing money are giving the funds a big boost. The Investment Company Institute, the funds' trade organization, says that funds control 14% of IRA assets, having captured 1½ percentage points from the banks since last December. Institutional investors account for a surprisingly large $140 billion, or 38% of mutual fund assets, according to the ICI. "Institutions" include churches, hospitals and small corporations that use money market funds, as well as bank trustees and pension plan sponsors who use all sorts of funds.

Alas. If there is such a thing as a safe prediction in investing, it is this: A trend will often end just when it looks as if it will last forever. This trend will be no different. Thus, the wise investor will avoid the fads, the flashes-in-the-pan, the fund managers who become media celebrities, and put his or her money in funds with long, proven records—the funds that show up best in the Forbes Consistency Ratings. ■

What did you do for us tomorrow?

The most dazzling performer in the mutual fund business over the last decade has been Peter Lynch, 41. Since Lynch took charge of Fidelity's Magellan Fund eight years ago, the fund's share value has ballooned elevenfold. Not surprisingly, new shareholders and new money have been pouring in. Assets stood at $3 billion in August.

Had you put $10,000 into Magellan on Sept. 30, 1976—three market cycles ago, as FORBES defines them—you would have $103,139 now, and that's after taxes for an upper-income investor *(see table, p. 80)*. But while the dollars were piling up, most investors were stuck on the sidelines. The fund was closed, except to certain Fidelity employees, from 1977 to 1981.

How about the next ten years? No question that Lynch is one of the best money managers in the U.S. But he is also a forthright person and says frankly there is almost no chance he could repeat the gains of the past eight years. Indeed, if Magellan kept up its 33.3% long-term annual return for another decade, it would have $51 billion in assets, without any influx of new money at all. It won't happen.

Lynch agrees. He says, "I think the market will have to go up fivefold for Magellan to go up tenfold in the next eight years." Since he doesn't expect to see the DJI at 6500, he clearly doesn't think Magellan can go up tenfold. "To go up tenfold, you'd have to buy a much smaller fund than Magellan," he says.

The outstanding performers usually are smaller funds, but give Lynch credit: Even after Magellan passed the $1 billion mark, it did well. During the 12 months ended June 30, Magellan shareholders enjoyed a 38% gain, while the S&P's 500 delivered 31% (both figures include reinvested dividends).

Lynch says that managing billions instead of millions puts less of a strain on him than it might on other managers because he is accustomed to spreading his money across a large number of individual stocks. "When the fund was $30 million I think I owned 100 stocks, and when it was $100 million I owned 200 stocks. For people who are used to running 25 stocks, it could be a problem if you go to $1 billion," he says.

And Lynch has remained loyal to his strategy, which is to pick stocks rather than to pick market turns. "I think a lot of funds, when they get bigger, change their role and try to become market players, predict M1 and M3 and all these other deals. We haven't done that. We've always remained fully invested," he says.

Hank Morgan

Peter Lynch, manager of Fidelity's Magellan Fund
If he kept it up, he'd have a $51 billion fund.

Even so, Lynch says the fund's enormous size is far from optimal. "It's very obvious that if you have to buy 400,000 shares of stock instead of 40, it's going to take you longer and you are more likely to push the price up doing it," he says. (The fund has, for example, over 2.3 million shares of Volvo.) And these days, Lynch has to find 300 suitable small stocks instead of 30 if he wants the same impact on the fund.

Put it this way: Lynch is good, darned good. But he doesn't walk on water.—L.R.W.

1985 Annual Mutual Funds Survey

The honor roll

A MARKET CLAIRVOYANT could pick a mutual fund with little effort. If the Dow is going to be up strongly over the next couple of years, you take a risky fund that buys expensive growth stocks and rates an A or A+ in up markets. If the market is going to be on the skids, then you pick a fund with an A or A+ for down markets.

Unfortunately, we don't know any stock market clairvoyants—although a lot of people claim to be such. Nobody really knows what the stock market is going to do next; thus the wise investor puts his faith in money managers who can perform reasonably well whether the market goes up or the market goes down. Using our carefully refined and time-tested measures of performance consistency, FORBES annually selects an honor roll of funds for all seasons. These funds finish in the top half of the pack in both bull and bear markets. They also deliver good performance over a long term—namely, three market cycles. As we define these cycles, the long term is an 8¾-year period ended June 30, 1985.

The 23 funds listed here earn a B or better grade in both up markets and down markets. They also have a 20% or better average annual return over the long pull. If 20% doesn't turn you on, it should. At 20% compounded, money doubles in less than four years, sextuples in ten.

There are some startling changes in the honor roll list this year. Gone from the roll are such stars of yesteryear as

Fund/distributor	Performance		Manager (years with fund)	Net assets 6/30/85 (millions)	Maximum load	Annual expenses per $100 assets
	UP	DOWN				
Acorn Fund/Acorn	B	A	Ralph Wanger (15)	$ 269	none	$0.85
Amcap Fund/American Funds	B	A	Marjorie Fisher (14)	1,209	8.50%	0.69
American Capital Pace Fund/American Cap	B	A+	John Doney (6)	1,521	8.50	0.62
American Capital Venture Fund/American Cap	B	A	Steve Hayward (2)	438	8.50	0.72
Claremont Capital Corp/closed end	B	A+	Erik Bergstrom (9)	44	NA	1.03
Evergreen Fund/Leiber	A+	B	Stephen Lieber (14)	323	none	1.10
Explorer Fund/Vanguard	A	B	Frank Wisneski (6)	355	†	1.00
Fidelity Destiny Fund/Fidelity	B	A	George Vanderheiden (5)	764	NA**	0.70
Fidelity Magellan Fund/Fidelity	A+	A	Peter Lynch (8)	2,879	3.00	1.12
Growth Fund of America/American Funds	B	A	James Rothenberg (4)	606	8.50	0.68
Janus Fund/Janus	B	A	Thomas Bailey (16)	412	none	1.06
Loomis-Sayles Capital Development Fund/NEL	A	B	Kenneth Heebner (9)	169	†	0.70
Mass Cap Development Fund/Mass Financial	A+	B	William S. Harris (15)	785	7.25	0.75
NEL Growth Fund/NEL	A	B	Kenneth Heebner (9)	216	8.00	0.75
Nicholas Fund/Nicholas	B	A+	Albert Nicholas (16)	462	none	0.82
Over-the-Counter Securities Fund/Review	B	A	Binkley Shorts (4)	114	8.00	1.28
Pennsylvania Mutual Fund/Penn Mutual	B	A	Charles Royce (12)	292	†	1.18
Pioneer II/Pioneer	B	A	David Tripple (11)	1,834	8.50	0.71
Scudder Development Fund/Scudder	B	A	Edmund Swanberg (14)	254	none	1.34
Sigma Venture Shares/Delfi Capital	A	B	Richard King (8)	68	8.50	0.99
Tudor Fund/Weiss, Peck	A	B	Melville Straus (10)	130	none	1.59
Twentieth Century Select/Twentieth Century	A+	B	fund has four managers	1,076	none	1.01
United Vanguard Fund/Waddell & Reed	B	B	Hank Herrmann (9)	409	8.50	1.04

[1] Average of price-to-earnings ratios for stocks in portfolio, weighted by size of holding. [2] Value on 6/30/85 of $10,000 invested 9/30/76, after taxes, for hypothetical upper-income investor *(see text for details)*. [3] Fund has net margin position. †Fund not currently selling new shares. **Monthly contractual plans only. NA: Not available or not applicable.

Templeton Growth, Mutual Shares and Windsor. All were longtime honor roll members until they dropped this year to a C for up markets.

Two factors are at work. First, the addition of a new up period that began last summer forced us to disregard a more dramatic, earlier up period, the one that came off the bottom of the 1973-74 market crash. Funds that did particularly well in that early rebound suffered from the shift. But we dropped that earlier period because we felt it had become ancient history.

Second, extreme conservatism, much as it is good for extremely conservative investors, is penalized in our grading curve. To get a B in up markets a fund has to finish in the top 45% of all funds in up-market performance. But funds with defensive portfolios—large cash positions, low-multiple stocks—can do well over a long period while nonetheless looking mediocre in bull markets.

Here's why the consistency we emphasize is so important: An investor doesn't know when he's going to need his money and may have to cash out after less than a full market cycle. He should have some hope of keeping in the top half of the pack in fair or foul weather.

For the investors who know they will be investing long term, and for the risk-averse, four funds that fail the B-up rule deserve an honorable mention here. Lindner Fund, Sequoia Fund, Mutual Shares and Windsor have good long-term performance and have lost little or no money in any of the three down markets since 1976.

One more thing to bear in mind: We grade stock-picking skill, not investment results. But taxes and sales commissions do cut into the investor's return. The column "Hypothetical investment results" addresses this point. Here we have computed the sum that an initial $10,000 stake would have grown to over the 8¾ years, after federal income taxes and load, if any. (We assume tax rates that would have applied to someone with $100,000 of gross income in constant 1984 dollars, deductions equal to 20% of income and four exemptions.)

Those tax assumptions hurt the investment results of funds that deliver much of their results in the form of income dividends. They help funds that pay big capital gains dividends, taxed at favorable rates or, better still, have a lot of unrealized appreciation, i.e., winning stocks that haven't been sold. Fidelity Magellan has good aftertax results, in part because early shareholders have a lot of profit in the form of a sixfold appreciation in the price of their Magellan shares. So long as those holders don't sell, they don't owe big taxes. For more on tax strategies, see story on page 83.

Several honorees are closed to new investors: Explorer, Loomis-Sayles Capital Development and Pennsylvania Mutual. So are two runnersup: Sequoia and Lindner. Vanguard Group, sponsor of Explorer, has opened an Explorer II, but it has a different manager.—**William Baldwin**

Minimum investment		Weighted average	% of assets	Portfolio	Average annual total	Hypothetical investment	Fund
Non-IRA	IRA	P/E[1]	in cash	strategy	return	results[2]	(consecutive years on honor roll)
$1,000	$ 200	19.3	5.1%	small co growth	20.6%	$42,642	**Acorn Fund** (2)
1,000	250	14.7	7.8	growth	21.5	42,640	**Amcap Fund** (7)
500	50	16.8	9.0	aggressive growth	27.5	64,454	**American Capital Pace Fund** (4)
500	50	NA	7.2	aggressive growth	24.9	50,885	**American Capital Venture Fund** (3)
NA	NA	NA	28.0	growth	23.1	53,307	**Claremont Capital Corp** (2)
2,000	2,000	12.6	8.9	growth	26.4	65,262	**Evergreen Fund**
3,000	500	22.6	15.7	small co growth	20.7	43,408	**Explorer Fund**
NA**	NA**	11.8	4.8	growth	22.1	37,420	**Fidelity Destiny Fund** (3)
1,000	500	13.3	-4.0[3]	growth	33.3	103,139	**Fidelity Magellan Fund** (4)
1,000	250	22.0	13.4	growth	22.3	47,931	**Growth Fund of America** (3)
1,000	250	22.4	13.8	aggressive growth	20.9	39,832	**Janus Fund** (4)
250	25	22.7	2.3	growth	22.7	47,278	**Loomis Capital Development Fund**
0	0	15.9	7.9	growth	23.8	48,960	**Mass Cap Development Fund**
250	25	19.5	1.4	growth	22.2	44,399	**NEL Growth Fund**
500	500	12.7	37.7	growth	25.4	62,581	**Nicholas Fund** (4)
500	500	14.9	4.9	small co growth	23.4	47,500	**Over-the-Counter Securities Fund** (4)
2,000	250	14.1	14.6	small co growth	22.6	47,630	**Pennsylvania Mutual Fund** (2)
25	250	14.6	6.1	growth and income	20.7	37,469	**Pioneer II** (4)
1,000	240	20.0	14.1	small co growth	20.8	48,041	**Scudder Development Fund**
0	0	NA	14.8	small co growth	22.7	50,798	**Sigma Venture Shares**
1,000	250	24.9	4.0	aggressive growth	21.5	52,608	**Tudor Fund**
0	0	14.2	8.0	growth	28.0	75,952	**Twentieth Century Select**
500	50	12.6	30.1	growth	21.0	40,086	**United Vanguard Fund**

A lot of money has been lost betting against the dollar. But if you think its recent fall means the knell has finally sounded, then a foreign stock fund is a good bet.

If you want to sell America short

By Christopher Power

WILL THE DOLLAR continue its downward drift that began in February? That would generate nice returns for a U.S. investor in mutual funds that buy foreign securities, of which there are at least 38 to choose from. Even for astute and well-informed investors who normally pick their own stocks, foreign shares are unfamiliar territory; a mutual fund may be the wisest way to go.

Greg Couch

It's easy to be wrong about currency fluctuations, but it's also easy to make a case for buying some foreign stocks as a form of diversification. For most individuals, a fund that buys foreign securities is a simple way to sell the dollar short. There are no margin calls or big risks, as with currency futures and options.

Despite the steady erosion during the spring and summer, totaling 11% on a trade-weighted basis, the dollar remains 36% above its July 1980 level. Now, some money managers are talking about a further drop of 10% to 30% by 1987, on top of the 11% decline so far. If that happens, money invested in deutsche mark or French franc or yen stocks will appreciate in dollar terms even if it doesn't appreciate in terms of the local currency.

Richard Foulkes, international investor for Vanguard's Ivest, has been buying into consumer credit companies and construction firms abroad to take advantage of the drop in interest rates he expects a weakening dollar will trigger in Japan and Europe. Walter Oechsle of Putnam International Equities has already shifted his Japanese portfolios from the exporting firms that thrived on the strong dollar to the domestic issues that don't rely on foreign trade. And Merrill Lynch is offering perhaps the purest dollar play of all in the fund market: a series of unit investment trusts that hold corporate and government debt from Europe, Canada and Japan.

A note on the lingo of foreign funds: A "global" fund buys U.S. as well as foreign securities. The prototype is the 31-year-old Templeton Growth Fund, which started out in Canadian stocks, bought Japanese stocks in the early Seventies when they were cheap and now is more heavily in the U.S. An "international" fund, by contrast, invests solely abroad.

The global funds have outperformed the international funds 2-to-1 in the last ten years, according to Lipper Analytical Services. But if you want the purest possible antidollar play for your money, an international fund is more appropriate.

Whether global or international, a truly seasoned fund in this category isn't easily found. Of the 38 international and global funds tracked by Lipper, 24 aren't even old enough to have five-year records. And these fledglings do not come cheap, for the usual reasons. "The brokers smelled an opportunity in the marketplace to make money," explains Nicholas Bratt, portfolio manager for no-load Scudder International. As a result, front-end loads on these funds can range as high as 8.5%. That doesn't include management fees and expenses, which in some funds can eat up almost 2% of net asset value annually. With the dollar strong in recent years, foreign funds have performed poorly, making them a doubly bad investment.

But times change. The faltering dollar is now giving these badly squeezed funds a rest. Keystone International, which logged a mediocre 8% average annual return over the past five years, is up 11% in the first half of 1985. Scudder, which lost 2.4% of its value for the year ended in March, is up 13% for the six months through June. If the dollar continues weak. . . . ■

World view

The weakening of the dollar and strong foreign markets have boosted the performance of funds that invest abroad, a selection of which is listed here. But "global" funds, whose horizons include U.S. equities, still fare better as a whole than the "international" variety, with purely foreign portfolios.

	Last 12 months total return
Global funds	
Dean Witter World Wide Invest	13.4%
First Investors Intl Securities Fund	–1.7
Ivest Fund	22.8
New Perspective Fund	18.0
Oppenheimer AIM Fund	–2.4
PaineWebber Atlas Fund	25.4
Pru-Bache Global Fund	22.2
Putnam Intl Equities	27.8
Templeton Global I	29.5
Templeton Growth Fund	24.3
Templeton World Fund	27.9
United Intl Growth Fund	14.9
World of Technology	–1.7
International funds	
Canadian Fund	23.9
EuroPacific Growth	12.6
FT Intl Fund	—*
GT Global/Growth-Pacific Fund	7.3
IDS Intl Fund	—*
Kemper Intl Fund	5.1
Keystone Intl Fund	15.4
Merrill Lynch Pacific Fund	36.8
T Rowe Price Intl Fund	10.8
Scudder Intl Fund	14.7
Templeton Foreign Fund	16.4
Transatlantic Fund	6.4
Trustees' Commingled Fd Intl Equity	16.4

*Fund not in existence for full period

bet that many will default in the next serious recession.

Investor Warren Buffett, speaking at the same Columbia forum as James Rogers, reiterated that today's junk bonds are different from yesterday's. "A statistical study that shows the historical experience of junk bonds is a lot of nonsense in terms of determining the way the world is going to work in the future," Buffett declared. "[Today's bonds] are an entirely different species."

Rogers' fear is that in the next recession a few big junk bond defaults might lead the regulators to force savings and loans or insurance companies to sell their low-quality bonds. This could cause a crash in the junk market, and perhaps liquidity problems for insurers and thrifts. If the Fed tried to bail them out with easy money, the currency would turn into what Rogers calls "confetti."

For those who are willing to take the risks, mutual funds investing in low-quality bonds do offer high yields. But remember: You are certainly not buying Treasury bonds or money market instruments. ■

While you're busy buying and selling your mutual fund, your fund manager could be buying and selling you.

A price on your head

By Mary Kuntz

ACCORDING TO the Investment Company Act of 1940, the manager of a mutual fund is a hireling selected by the independent board of directors, which is in turn selected by the fund's shareholders. It's all very rational. All very democratic. And quite untrue. In the land of Oz it may be so, but it isn't so here.

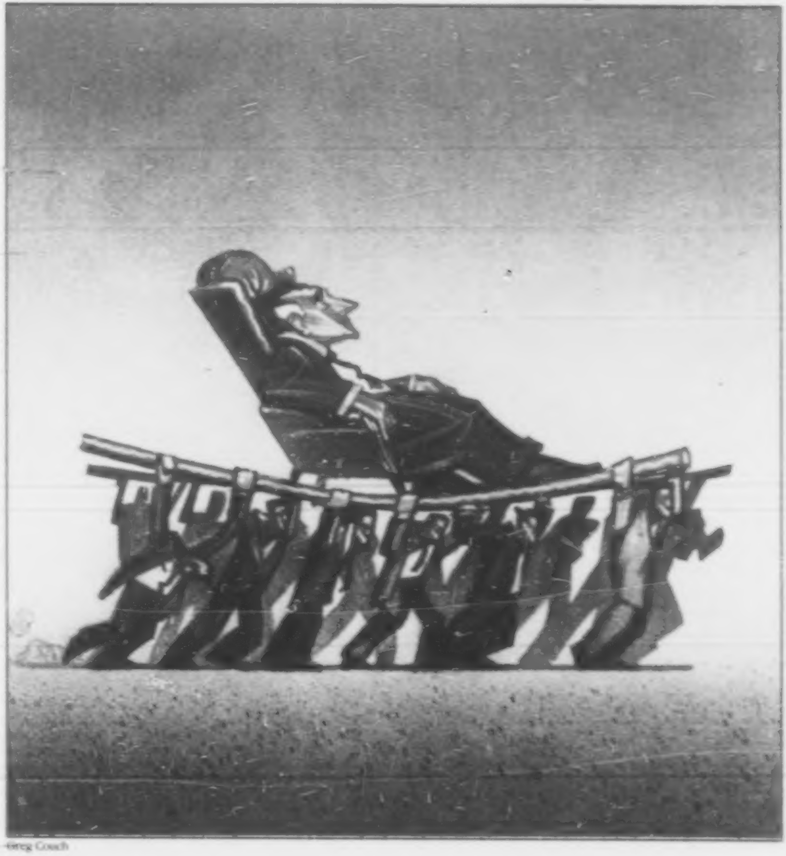
The reality is that the manager is in control, hand-picks the board and can buy and sell his shareholders—or at least his control over their money—almost as if he ran a slave auction. This works because few investors will cash out just because management changes. This loyalty—lethargy might be a better word—makes it possible for fund managers to sell to an outside party the right to manage the money that you originally entrusted to them.

What are these shareholders worth? Anywhere from 2% to 5% of the assets they have in the fund, depending on their age, size of holdings and even address.

We don't want to push the analogy too far, but it's a little like czarist Russia. A country estate changes hands and the buyer pays so much for the land, so much for the mansion and so much for the loyal serfs. Shareholders as serfs? Kind of, yes. You have one fellow paying another fellow for the right to manage money that doesn't even belong to the seller.

For that, thank the bullish stock market, the popularity of IRAs, the ability of fund managers to collect stiff fees and the complacency of most investors. A well-established fund operator can enjoy an operating profit margin of almost 50% on what is, these days at any rate, a fast-growing income stream.

Eat your heart out for not having bought, at the bottom of the 1974 bear market, shares of Dreyfus Corp., one of five publicly traded fund management companies *(see table, p. 93)*. If you had done so, you would be sitting on a 10,000% gain now. Stock in Franklin Resources, a fund operator that has a thriving business in fixed-



Greg Couch

income funds, has gone from ½ to 34 since 1980.

The sale price on privately owned management companies has gone up, too. "At one time an acceptable price as a percentage of assets was 0.5%. Today that figure goes from 2% to 5%," says Stanley Egener, president of Neuberger & Berman Management Inc. of New York City, who scouts out potential fund acquisitions.

Figure it this way. If you have $100,000 in a fund, the fund's manager is able, by selling the management contract, to realize anywhere from $2,000 to $5,000 simply by transferring your money to another manager.

Earlier this year John Hartwell, 69, struck an agreement with Worms & Co., the U.S. affiliate of Paris-based Worms Group, to sell his 75% interest in JMH Management Corp. over a five-year period. JMH manages $150 million, including $50 million in the Hartwell Growth Fund and Hartwell Leverage Fund. The price tag on the stock sale is contingent upon earnings, but it can't be less than $2 million. That implies the management company is worth 2% of the assets it has under control.

Why does the market accord funds such flattering values? Economies of scale are part of the reason. "The average account size in the fund business years ago used to be $3,000 to $4,000. Now the average account size in an equity fund is $7,000 to $8,000," says Egener.

So? So this: It costs hardly anything more to handle an $8,000 account than a $3,000 one. Another reason: The costs of launching a fund have gone through the roof. It costs maybe $200 to put a new account on the books, vs. maybe $25 just 20 years ago. That makes it more attractive to buy an existing fund than to start a new one from scratch.

Prices, of course, vary. Stability counts. If you and your fellow shareholders have been taking out more money than you've been putting in, that will be discounted by a potential acquirer since the future income could shrink along with the assets. Conversely, those shareholders who regularly and faithfully add to their investment are worth extra—hard-working serfs.

Fund buyers look at the fee structure, too. Can fees be raised? Are they already so high they could draw a lawsuit? What about the 12b-1 plan, which permits the operator to dip into shareholders' assets to cover his marketing costs? "That has to go through the board of directors and a shareholder vote. If it's in place already, that adds value," says Egener.

The view from Wall Street

These five publicly traded companies make fund management their primary business. Investors like them so much, they're willing to pay high multiples for a piece of the action.

Fund manager	Recent price	EPS last 12 months	P/E ratio	Assets under management ($billions)	1984 revenues* ($millions)
Bull & Bear Group	1½	$0.02	75.0	$ 0.2	$2.1
Dreyfus Corp	56⅞	3.95	14.4	27.2	143.6
Eaton Vance Corp	30	2.14	14.0	3.4	17.8
Franklin Resources	34¼	1.28	26.8	11.1	36.7
Pioneer Group	22	1.23	17.9	5.2	27.3

*Fiscal year.

Where you live matters. Most people like to keep their money no more than two mail days away. A New York fund operator considering the purchase of a California fund would have to factor in the possibility that some California shareholders would choose to cash out rather than send their money all the way across the country.

Then there's the age factor. Says John Hill, a general partner at Meridien Capital Co., a Greenwich, Conn. investment advisory firm, "A lot of the older mutual funds have a very old client base. Some of these big old funds started in the Thirties and Forties. Probably the average age of their investor is 70. I would want to discount that. A lot of those investors are going to be dying, and the funds are going to be redeemed by their estates."

And, of course, the amount of money you commit to the fund matters. If you've kept a net investment in your fund of, say, a couple of hundred dollars, potential buyers are going to look at you as a liability rather than an asset. When Neuberger & Berman bought control of the Manhattan Fund in 1979 from CNA Financial Corp., Manhattan had assets of about $42 million shared by some 105,000 shareholders. The average holding was a piddling $400. Neuberger begged small holders to cash out and has reduced their population by 55,000.

Helping to offset the expense of so many tiny holdings at Manhattan Fund was some $100 million in capital loss carryforwards in the fund that made Jerry Tsai famous. Tsai bailed out after selling the fund to a dumb insurance company for $30 million. The fund's losses—a legacy of lousy stock selection— were available to shelter subsequent gains, an attraction for sophisticated fund investors. Neuberger & Berman bought control of Manhattan Fund and several other CNA funds for 0.5% of net assets. The bad smell Tsai left behind accounts for the low price. Deodorized since by good performance, Manhattan Fund has become a valuable property for Neuberger & Berman.

Just as Manhattan's poor reputation made it available cheap, other funds become valuable because they have established excellent reputations for performance. Last year Kansas City Southern Industries bought into Janus Capital, which had $360 million under management. Kansas City Southern bought an initial two-thirds stake in Janus for $11 million—in effect paying a sky-high 4.6% of assets under management.

However, part of the deal was Thomas Bailey, 48, the founder of Janus Fund. Bailey still holds 17.4% of the management company and has strings binding him to the new owners until October 1987. Kansas City Southern wants his talents. His good taste in choosing stocks has placed Janus Fund on the FORBES honor roll for four years running.

What does a fund acquirer get for his money? Serfs, mostly. Says Hill, "All you're really buying is the right to manage that fund and have the contract and earn the fee." Shareholder approval, of course, is required by law, but, says Hill, "it's a very low risk."

What does all this mean to the mutual fund shareholder? Simply this: Since you are a valuable commodity for the fund manager, make sure you are getting your money's worth by picking only funds with a high consistency rating. ■

1985 Fund Ratings

Stock funds

The stock list includes funds that invest abroad and specialty funds such as gold bullion funds. Funds must be in existence for two market cycles to be rated. For more on rating system, see "How to pick a mutual fund" on page 96. Closed-end stock funds, which are not distributed, are listed here as well as in the table on page 96 showing discount to net asset value. To obtain a prospectus for an open-end fund, use the distributor table beginning on page 150.

Performance			Investment results						
			Average annual total return 1976-85	Latest 12 months		Total assets			
in UP —markets—	in DOWN	Fund/distributor		total return	return from income dividends	6/30/85 (millions)	% change '85 vs '84	Maximum sales charge	Annual expenses per $100
		Standard & Poor's 500 stock average	12.5%	30.9%	4.2%				
		FORBES stock fund composite	15.2%	22.3%	2.7%				
		ABT Emerging Growth Fund/Leshner	—*	33.0%	none	$14	139%	8.50%	$2.00‡
B	D	ABT Growth & Income Trust[1]/Leshner	12.8%	29.9	none	117	–13	8.50	1.28‡
		ABT Security Income Fund/Leshner	—*	19.2	2.6%	23	5	8.50	1.75‡
•D	•B	ABT Utility Income Fund[2]/Leshner	—*	44.1	3.8	85	–21	8.50	1.25‡
B	A	Acorn Fund/Acorn Fund	20.6	34.8	1.5	269	57	none	0.85
D	B	Adams Express Co/closed end	13.7	25.7	3.8	404	19	NA	0.54
C	B	Affiliated Fund/Lord Abbett	14.1	33.5	5.5	2,407	28	7.25	0.32
B	C	Afuture Fund/Afuture	14.4	14.5	0.6	26	1	none	1.50
		Alliance International Fund/Alliance	—*	17.1	0.8	72	50	8.50	1.35
		Alliance Technology Fund/Alliance	—*	8.7	1.1	134	–6	8.50	1.44
C	B	Alpha Fund/Alpha	14.3	11.6	5.4	21	3	8.50	1.40
B	A	Amcap Fund/American Funds	21.5	19.3	2.2	1,209	31	8.50	0.69
C	A+	American Capital Comstock Fund/American Cap	22.2	19.5	3.9	822	52	8.50	0.61
A	D	American Capital Enterprise Fund/American Cap	17.8	25.9	2.2	634	29	8.50	0.68
		American Capital Exchange Fund/†	—*	21.3	none	49	4	NA	0.69
		American Capital OTC Secs/American Cap	—*	15.7	1.8	91	40	8.50	1.28
B	A+	American Capital Pace Fund/American Cap	27.5	20.2	4.2	1,521	35	8.50	0.62
B	A	American Capital Venture Fund/American Cap	24.9	19.3	2.7	438	18	8.50	0.72
D	A	American Growth Fund/American Growth	17.3	16.8	3.2	69	18	8.50	1.32
B	D	American Investors Fund/American Invest	6.0	–0.6	1.9	84	–10	none	1.41
D	B	American Leaders Fund/Federated	11.6	36.1	4.7	81	94	none	1.39‡
D	A	American Mutual Fund/American Funds	17.1	31.1	4.5	1,334	53	8.50	0.49
C	B	American National Growth Fund/Securities Mgmt	16.6	20.1	1.9	94	10	8.50	0.94
F	A	American National Income Fund/Securities Mgmt	13.1	20.2	4.3	49	16	8.50	0.86
A	C	AMEV Capital Fund[3]/AMEV Investors	18.1	27.9	2.4	75	21	8.50	0.90
		AMEV Fiduciary Fund[4]/AMEV Investors	—*	31.2	1.9	8	11	none	1.50‡
A	C	AMEV Growth Fund[5]/AMEV Investors	22.9	24.5	1.6	102	35	8.50	0.88
•F	•B	Analytic Optioned Equity Fund/Analytic Option	—*	19.1	9.6	113	63	none	1.30
B	D	Armstrong Associates/Armstrong	14.2	18.7	1.9	11	12	none	1.60
A	C	ASA Limited/closed end	22.4	–22.0	5.3	456	–26	NA	0.24
B	F	Axe-Houghton Stock Fund/Axe-Houghton	11.3	25.9	none	100	3	8.50	0.95
		Babson Enterprise Fund/Jones & Babson	—*	42.5	1.6	20	270	none	1.67
C	D	Babson Growth Fund/Jones & Babson	9.1	25.7	1.6	215	3	none	0.76
•C	•C	Bailard, Biehl & Kaiser International/Bailard Biehl	—*	13.4	0.8	62	107	none	1.00
C	B	Baker, Fentress & Co/closed end	16.5	29.0	3.0	331	10	NA	0.70

Total return is for 9/30/76 to 6/30/85. Funds are added to this guide when they exceed $5 million in net assets and deleted when they drop below $2 million. Stock and balanced funds are rated only if in operation since 11/30/80. *Fund not in operation for full period. •Fund rated for two periods only; maximum allowable grade A. †Fund not currently selling new shares. ‡Fund has 12b-1 plan pending or in force *(see story, p. 82)*. [1] Formerly American Birthright Trust. [2] Formerly Tax Managed Fund for Utility Shares. [3] Formerly St. Paul Capital Fund. [4] Formerly St. Paul Fiduciary Fund. [5] Formerly St. Paul Growth Fund. NA: Not applicable or not available.

Table of distributors, showing addresses and phone numbers, begins on p. 150.

Stock funds

Performance in UP markets	Performance in DOWN markets	Fund/distributor	Investment results: Average annual total return 1976-85	Latest 12 months: total return	Latest 12 months: return from income dividends	Total assets 6/30/85 (millions)	Total assets % change '85 vs '84	Maximum sales charge	Annual expenses per $100
		Standard & Poor's 500 stock average	12.5%	30.9%	4.2%				
		FORBES stock fund composite	15.2%	22.3%	2.7%				
D	B	**Beacon Hill Mutual Fund/Beacon Hill**	11.0%	29.0%	none	$ 3	26%	none	$3.30
B	D	**BLC Growth Fund/BLC Equity**	12.8	16.9	2.3%	19	15	8.50%	1.10
D	A	**BLC Income Fund/BLC Equity**	14.8	33.1	5.2	31	40	8.50	0.96
C	C	**Boston Co Capital Appreciation Fund/Boston Co**	12.6	35.8	2.9	316	48	none	1.00
		Boston Co Special Growth Fund/Boston Co	—*	22.0	1.8	45	57	none	1.50
D	C	**Boston Mutual Fund/Boston Mutual**	10.2	25.3	2.4	6	24	none	1.33
•D	•C	**Bridges Investment Fund/Bridges**	—*	24.7	4.9	4	30	none	1.90
A	D	**Bull & Bear Capital Growth Fund/Bull & Bear**	16.2	25.8	2.3	81	59	none	1.33
D	A	**Bull & Bear Equity-Income Fund/Bull & Bear**	12.7	27.7	6.5	6	30	none	1.98
		Bullock Aggressive Growth Shares[6]/Bullock	—*	–7.8	none	5	–25	8.50	1.57
D	C	**Bullock Dividend Shares[7]/Bullock**	11.6	31.0	3.8	293	16	8.50	0.99
D	C	**Bullock Growth Shares[8]/Bullock**	12.0	27.1	3.4	152	21	8.50	0.97
		Calvert Fund-Equity[9]/Calvert	—*	14.5	2.4	7	17	none	2.06‡
C	D	**Canadian Fund/Bullock**	10.5	23.9	2.3	24	11	8.50	1.14
		Capital Exchange Fund/†	13.3	25.8	2.4	63	10	NA	0.76
C	B	**Cardinal Fund/Ohio Company**	16.9	30.9	2.7	32	113	8.50	1.00
		Carnegie-Cappiello Growth Trust/Carnegie	—*	28.2	2.4	30	79	6.00	1.50
B	D	**Central Securities/closed end**	14.6	9.6	1.7	101	12	NA	0.91
D	A	**Century Shares Trust/Century Shares**	15.7	57.2	3.5	102	56	none	0.95
B	B	**Charter Fund/Charter Fund**	19.2	22.7	2.6	79	12	none	1.08‡
C	D	**Chemical Fund/Alliance**	9.7	18.7	2.5	725	–21	8.50	0.54
		Chestnut Street Exchange Fund/†	—*	30.3	2.3	132	17	NA	0.63
		Cigna Aggressive Growth Fund/Cigna	—*	17.1	1.6	9	384	5.00	1.06‡
C	D	**Cigna Growth Fund/Cigna**	12.4	24.1	3.3	196	13	5.00	0.69‡
		Cigna Value Fund/Cigna	—*	22.3	2.2	18	863	5.00	1.02‡
		CL Assets/closed end	NM	NM	none	27	24	NA	1.40
B	A+	**Claremont Capital Corp/closed end**	23.1	18.6	5.2	44	7	NA	1.03
		Colonial Capital Appreciation Trust[10]/Colonial	—*	22.6	2.3	8	31	8.50	1.50
		Colonial Corporate Cash Trust I/Colonial	—*	25.2	10.1	261	–20	2.00	0.81‡
		Colonial Corporate Cash Trust II/Colonial	—*	22.4	10.2	72	475	2.00	1.04‡
B	D	**Colonial Growth Shares/Colonial**	12.7	25.3	3.1	70	14	8.50	1.08
D	•B	**Colonial Option Income Portfolio I/Colonial**	—*	25.6	4.3	1,445	2	8.50	0.92
		Colonial Option Income-Portfolio II/Colonial	—*	—*	—*	162	—	8.50	1.09
A	C	**Columbia Growth Fund/Columbia**	19.0	34.7	1.3	207	61	none	1.18‡
		Combined Penny Stock Fund/closed end	—*	–42.5	none	4	–42	NA	NA
D	A	**Commonwealth Indenture Plans A&B/Trusteed**	12.3	26.1	4.9	9	4	none	0.27
F	B	**Commonwealth Indenture Plan C/Trusteed**	10.8	24.4	4.4	38	14	7.50	0.75
D	B	**Composite Fund/Murphey Favre**	11.6	19.8	3.9	48	31	4.00r	1.26‡
A+	F	**Constellation Growth Fund/Prescott, Ball**	18.6	23.4	none	112	25	none	1.10
		Copley Tax Managed Fund/Copley	—*	41.6	none	13	132	none	1.50

Total return is for 9/30/76 to 6/30/85. Funds are added to this guide when they exceed $5 million in net assets and deleted when they drop below $2 million. Stock and balanced funds are rated only if in operation since 11/30/80. *Fund not in operation for full period. •Fund rated for two periods only; maximum allowable grade A. †Fund not currently selling new shares. ‡Fund has 12b-1 plan pending or in force *(see story, p. 82)*. [6] Formerly Aggressive Growth Shares. [7] Formerly Dividend Shares. [8] Formerly Bullock Fund. [9] Formerly Calvert Equity Fund. [10] Formerly Colonial Option Growth Trust. r: Includes redemption fee that reverts to fund. NA: Not applicable or not available. NM: Not meaningful.

Table of distributors, showing addresses and phone numbers, begins on p. 150.

1985 Fund Ratings

Stock funds

Performance in UP markets	Performance in DOWN markets	Fund/distributor	Investment results: Average annual total return 1976-85	Investment results: Latest 12 months total return	Investment results: Latest 12 months return from income dividends	Total assets 6/30/85 (millions)	Total assets % change '85 vs '84	Maximum sales charge	Annual expenses per $100
		Standard & Poor's 500 stock average	12.5%	30.9%	4.2%				
		FORBES stock fund composite	15.2%	22.3%	2.7%				
D	C	Corp Leaders Tr Fund Certificates Ser B/Lexington	12.6%	24.9%	4.8%	$60	21%	†	$0.11
C	D	Country Capital Growth Fund/Country Capital	11.2	30.1	2.2	65	25	7.50%	1.00
C	D	de Vegh Mutual Fund/Alliance	10.3	24.3	2.1	55	7	none	1.13‡
		Dean Witter Developing Growth Secs/Dean Witter	—*	10.9	2.2	175	–2	5.00b	1.83‡
		Dean Witter Dividend Growth Secs/Dean Witter	—*	31.6	3.5	221	339	5.00b	1.24‡
•C	•D	Dean Witter Industry-Valued Secs/Dean Witter	—*	25.6	2.8	41	11	5.00b	1.16‡
		Dean Witter Natural Resource Dev/Dean Witter	—*	6.4	3.2	23	–20	5.00b	1.28‡
		Dean Witter Option Income Trust/Dean Witter	—*	—*	—*	442	—	5.00b	1.88‡
		Dean Witter World Wide Invest/Dean Witter	—*	13.4	2.4	100	–2	5.00b	1.58‡
D	A	Decatur Income Fund/Delaware	15.9	32.6	5.3	774	35	8.50	0.66
C	B	Delaware Fund/Delaware	15.7	36.7	3.6	348	33	8.50	0.78
B	B	Delta Trend Fund/Delaware	16.8	18.8	1.3	87	22	8.50	1.30
		Depositors Fund of Boston/†	11.1	24.1	2.5	53	12	NA	0.79
		Diversification Fund/†	12.4	28.1	2.5	59	11	NA	0.77
		Dividend/Growth-Dividend Series/AIM Mgmt	—*	29.8	3.4	5	35	none	2.00‡
C	C	Dodge & Cox Stock Fund/Dodge & Cox	14.5	30.2	3.8	33	27	none	0.69
C	B	Drexel Burnham Fund/Drexel Burnham	13.9	29.6	4.5	85	22	3.50	1.20
		Drexel Series-Option Income/Drexel Burnham	—*	—*	—*	19	—	5.00b	2.50‡
C	B	Dreyfus Fund/Dreyfus	14.8	28.7	3.8	2,168	29	8.50	0.76
A	C	Dreyfus Growth Opportunity Fund/Dreyfus	16.0	9.1	2.1	417	12	none	1.02
B	B	Dreyfus Leverage Fund/Dreyfus	16.7	33.2	3.0	465	37	8.50	0.99
B	C	Dreyfus Third Century Fund/Dreyfus	16.8	31.0	2.7	177	50	none	1.01
D	C	Eagle Growth Shares/Universal	12.3	16.3	2.1	5	2	8.50	1.38
D	C	Eaton & Howard Stock Fund/Eaton Vance	11.5	35.7	4.4	82	33	7.25	0.89
C	B	Eaton Vance Growth Fund/Eaton Vance	16.3	26.8	1.7	71	23	8.50	0.93
B	B	Eaton Vance Special Equities Fund/Eaton Vance	17.0	18.8	0.3	47	13	7.25	1.04
		Eaton Vance Tax-Managed Trust/Eaton Vance	—*	42.3	none	570	3	8.50	0.91
		Emerging Medical Technology Fund/closed end	—*	—*	—*	9	—	NA	1.85
B	C	Energy Fund/Neuberger	14.1	20.6	4.4	382	10	none	0.88
•B	•D	Engex/closed end	—*	–1.1	none	13	–39	NA	0.94
		Equity Strategies Fund/closed end	—*	12.5	none	7	14	NA	1.66
		EuroPacific Growth Fund/American Funds	—*	12.6	1.0	36	187	8.50	1.80‡
A+	B	Evergreen Fund/Lieber	26.4	29.6	1.5	323	50	none	1.10
•C	•A	Evergreen Total Return Fund/Lieber	—*	38.0	7.2	124	151	none	1.31
		Exchange Fund of Boston/†	13.9	30.2	2.3	55	17	NA	0.82
A	B	Explorer Fund/Vanguard	20.7	6.9	1.2	348	47	†	1.00
A	F	Fairfield Fund/National Secs	13.4	27.1	0.4	52	15	8.50	1.17
		Fairmont Fund/Sachs	—*	35.9	1.0	38	122	none	1.77‡
D	C	Farm Bureau Growth Fund/PFS Management	11.3	22.9	2.9	45	6	none	0.53‡

Total return is for 9/30/76 to 6/30/85. Funds are added to this guide when they exceed $5 million in net assets and deleted when they drop below $2 million. Stock and balanced funds are rated only if in operation since 11/30/80. *Fund not in operation for full period. •Fund rated for two periods only; maximum allowable grade A. †Fund not currently selling new shares. ‡Fund has 12b-1 plan pending or in force *(see story, p. 82)*. b: Includes back-end load. NA: Not applicable or not available.

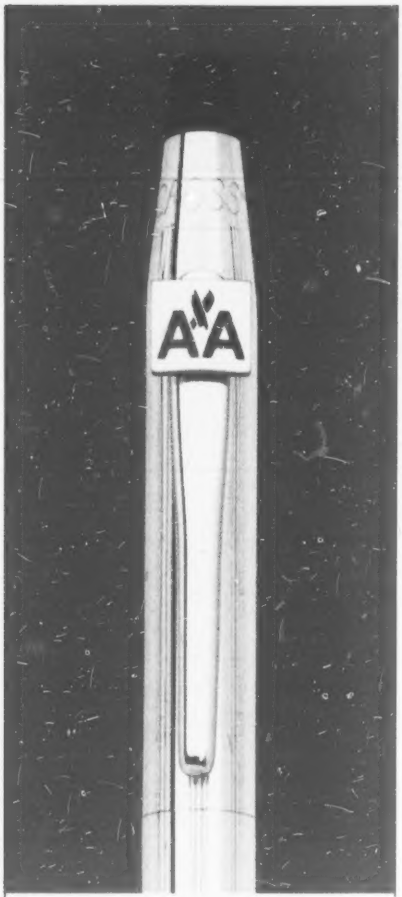
Table of distributors, showing addresses and phone numbers, begins on p. 150.

Stock funds

Performance			Investment results						
				Latest 12 months		Total assets			
in UP markets	in DOWN markets	Fund/distributor	Average annual total return 1976-85	total return	return from income dividends	6/30/85 (millions)	% change '85 vs '84	Maximum sales charge	Annual expenses per $100
		Standard & Poor's 500 stock average	12.5%	30.9%	4.2%				
		FORBES stock fund composite	15.2%	22.3%	2.7%				
		Federated Exchange Fund/†	—*	36.6%	3.0%	$97	18%	NA	$1.03
		Federated Growth Trust/Federated	—*	—*	—*	10	—	none	0.98
		Federated Stock Trust/Federated	—*	36.7	3.5	179	438	none	0.94
		Fidelity Congress Street Fund/†	12.5%	26.9	3.5	44	12	NA	0.65
C	D	**Fidelity Contrafund/Fidelity**	10.9	23.5	2.6	85	16	none	1.00
B	A	**Fidelity Destiny Fund/Fidelity**	22.1	27.5	2.7	764	43	**	0.70
•A	•C	**Fidelity Discoverer Fund/Fidelity**	—*	22.9	2.4	130	40	none	1.26
C	A	**Fidelity Equity-Income Fund/Fidelity**	20.9	33.7	6.2	1,591	90	2.00%	0.72
		Fidelity Exchange Fund/†	—*	27.9	2.8	131	13	NA	0.60
		Fidelity Freedom Fund/Fidelity	—*	25.6	1.8	605	112	none	1.13
C	C	**Fidelity Fund/Fidelity**	14.3	28.5	4.3	703	22	none	0.66
A+	A	**Fidelity Magellan Fund/Fidelity**	33.3	38.2	1.7	2,879	78	3.00	1.12
		Fidelity Mercury Fund/Fidelity	—*	31.5	0.5	137	24	3.00	1.17
		Fidelity OTC Portfolio/Fidelity	—*	—*	—*	54	—	3.00	1.50
		Fidelity Overseas Fund/Fidelity	—*	—*	—*	24	—	3.00	2.00
D	A	**Fidelity Puritan Fund/Fidelity**	15.9	35.6	7.4	1,055	35	none	0.60
		Fidelity Select-Defense & Aerospace/Fidelity	—*	28.0	0.8	10	NM	3.00b	1.50
		Fidelity Select-Energy/Fidelity	—*	13.6	6.1	38	–43	3.00b	1.35
		Fidelity Select-Financial Services/Fidelity	—*	56.9	1.2	115	875	3.00b	1.50
		Fidelity Select-Health Care/Fidelity	—*	56.2	0.2	248	271	3.00b	1.26
		Fidelity Select-Leisure/Fidelity	—*	59.9	0.2	69	NM	3.00b	1.50
		Fidelity Select-Prec Metals & Min/Fidelity	—*	–20.8	3.8	158	–11	3.00b	1.11
		Fidelity Select-Technology/Fidelity	—*	–0.2	2.0	456	–2	3.00b	1.04
		Fidelity Select-Utilities/Fidelity	—*	47.4	2.4	82	406	3.00b	1.50
		Fidelity Special Situations Fund/Fidelity	—*	31.8	0.5	17	133	3.00	1.50
C	D	**Fidelity Trend Fund/Fidelity**	11.9	26.6	2.0	669	22	none	0.56
		Fiduciary Capital Growth Fund/Fiduciary	—*	24.3	1.5	42	62	none	1.50
		Fiduciary Exchange Fund/†	14.8	25.2	2.5	48	14	NA	0.81
C	B	**Financial Dynamics Fund/Financial Prog**	14.7	18.9	1.2	78	18	none	0.78
C	C	**Financial Industrial Fund/Financial Prog**	14.8	28.0	3.4	359	18	none	0.64
D	A	**Financial Industrial Income Fund/Financial Prog**	15.0	31.6	5.7	249	37	none	0.68
		Finomic Investment Fund/Finomic	—*	1.1	none	3	–22	none	2.00
C	C	**First Investors Discovery Fund/First Investors**	13.0	–6.6	none	48	19	8.50	1.23
B	F	**First Investors Fund for Growth/First Investors**	10.0	–6.0	0.5	71	–6	8.50	1.11
		First Investors International Secs/First Investors	—*	–1.7	1.3	34	–6	8.50	1.68
D	F	**First Investors Natural Resources/First Investors**	–0.3	–19.6	0.5	10	–17	8.50	1.42
		First Investors Ninety-Ten Fund/First Investors	—*	6.5	8.9	38	–24	8.50	1.36
F	A	**First Investors Option Fund/First Investors**	9.7	10.4	2.5	180	40	7.25	0.99
		Flag Investors-Telephone Income Shs/Brown & Sons	—*	42.1	7.2	81	32	3.00b	1.06‡

Total return is for 9/30/76 to 6/30/85. Funds are added to this guide when they exceed $5 million in net assets and deleted when they drop below $2 million. Stock and balanced funds are rated only if in operation since 11/30/80. *Fund not in operation for full period. •Fund rated for two periods only; maximum allowable grade A. †Fund not currently selling new shares. ‡Fund has 12b-1 plan pending or in force *(see story, p. 82)*. **Available only through monthly contractual plans. b: Includes back-end load. NA: Not applicable or not available. NM: Not meaningful.

Table of distributors, showing addresses and phone numbers, begins on p. 150.



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1985 Fund Ratings

Stock funds

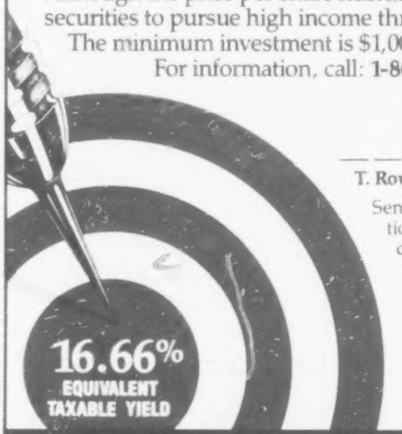
Performance in UP markets	Performance in DOWN markets	Fund/distributor	Investment results: Average annual total return 1976-85	Latest 12 months: total return	Latest 12 months: return from income dividends
		Standard & Poor's 500 stock average	12.5%	30.9%	4.2%
		FORBES stock fund composite	15.2%	22.3%	2.7%
		Flex-fund-Capital Gains Fund/Flex	—*	—*	—*
		Flex-fund-Retirement Growth[11]/Flex	—*	7.4%	none
•B	•F	44 Wall Street Equity Fund/44 Securities	—*	−11.2	none
A	C	44 Wall Street Fund/44 Securities	3.8%	−41.6	none
B	D	Founders Growth Fund/Founders	15.3	26.1	2.4%
F	A	Founders Income Fund/Founders	13.2	19.3	8.8
D	D	Founders Mutual Fund/Founders	9.8	27.9	3.5
A	C	Founders Special Fund/Founders	18.0	18.1	2.1
D	D	FPA Capital Fund/Angeles/Quinoco	9.1	23.7	3.4
C	A	FPA Paramount Fund/Angeles/Quinoco	18.1	29.4	5.2
		FPA Perennial Fund/Angeles/Quinoco	—*	26.4	1.1
A	D	Franklin Custodian-Dynatech/Franklin	16.3	10.1	3.7
D	C	Franklin Custodian-Growth/Franklin	11.1	24.6	2.1
D	A+	Franklin Custodian-Utilities/Franklin	14.7	48.8	7.3
B	C	Franklin Equity Fund/Franklin	15.3	31.3	2.8
A	C	Franklin Gold Fund[12]/Franklin	25.9	−22.0	4.2
D	B	Franklin Option Fund/Franklin	13.6	21.9	2.5
		Freedom Gold & Govt Fund/Tucker Anthony	—*	—*	—*
		FT International/Federated	—*	—*	—*
B	B	Fund of America/American Cap	17.1	8.8	5.5
A	D	Fund of the Southwest/Tenneco	16.4	13.3	none
D	B	Fundamental Investors/American Funds	12.9	31.8	3.2
F	•B	Gateway Option Income Fund/Gateway Option	—*	20.1	4.1
		Gemini Fund[13]/Vanguard	—*	45.1	0.7
		Gemini II Capital/closed end	—*	—*	—*
		Gemini II Income/closed end	—*	—*	—*
B	C	General American Investors/closed end	16.9	23.2	1.5
C	C	General Securities/Craig-Hallum	13.0	28.9	2.7
		Gintel ERISA Fund/Gintel	—*	11.6	3.2
		Gintel Fund/Gintel	—*	14.2	2.2
•F	•D	Golconda Investors/Bull & Bear	—	−14.2	1.2
		Gradison Emerging Growth Fund/Gradison	—*	23.1	none
		Gradison Established Growth Fund[14]/Gradison	—*	33.0	2.2
		Greenspring Fund/Greenspring	—*	22.9	8.9
B	•D	Greenway Fund/AIM Distributor	—*	13.4	0.5
B	A	Growth Fund of America/American Funds	22.3	22.4	2.0
B	C	Growth Industry Shares/Growth Industry	16.3	20.1	2.1
		GSC Performance Fund/GSC Performance	—*	−5.8	none
F	•B	GT Global Growth-Pacific[15]/GT Global	—*	7.3	0.3

Total return is for 9/30/76 to 6/30/85. Funds are added to this guide when they exceed $5 million in net assets and deleted when they drop below $2 million. Stock and balanced funds are rated only if in operation since 11/30/80. *Fund not in operation for full period. •Fund rated for two periods only; maximum allowable grade A. †Fund not currently selling new shares. ‡Fund has 12b-1 plan pending or in force *(see story, p. 82).* [11]Formerly Flex Fund. [12]Formerly Research Equity Fund. [13]Formerly Gemini Capital. [14]Formerly Established Growth Fund. [15]Formerly GT Pacific Fund.

Table of distributors, showing addresses and phone numbers, begins on p. 150.

Total assets		Maximum sales charge	Annual expenses per $100
6/30/85 (millions)	% change '85 vs '84		
$ 6	—	none	NA‡
50	13%	none	$1.48‡
10	–17	1.00%	1.86
54	–34	0.25b	1.16
50	32	none	1.22
9	33	none	1.50
147	15	none	0.74
124	67	none	1.11
41	15	8.00	0.99
142	31	†	1.10
33	472	8.50	1.50
46	17	7.25	0.81
24	34	7.25	0.83
53	102	7.25	0.79
95	72	7.25	0.96
133	–5	7.25	0.90
9	45	7.25	1.14
30	—	5.00	1.49
19	—	none	0.56
150	9	8.50	0.79
13	83	7.50	1.33
421	20	8.50	0.71
22	–4	none	1.45
109	–1	†	0.76
216**	—	NA	NA
—**	—	NA	NA
265	19	NA	1.49
14	24	none	1.50
78	27	none	1.30‡
113	6	none	1.20‡
22	–6	none	1.74
5	34	none	2.00‡
15	113	none	2.00‡
11	129	none	1.50
4	8	6.50	2.04
606	40	8.50	0.68
70	17	none	0.92
5	–28	none	2.34
43	9	none	1.40

NA: Not applicable or not available. b: Includes back-end load. **Shareholders of Gemini II Capital shares receive all capital gains. Income shareholders receive all income dividends.



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1985 Fund Ratings

Stock funds

Performance in UP markets	Performance in DOWN markets	Fund/distributor	Investment results: Average annual total return 1976-85	Investment results: Latest 12 months total return	Investment results: Latest 12 months return from income dividends	Total assets 6/30/85 (millions)	Total assets % change '85 vs '84	Maximum sales charge	Annual expenses per $100
		Standard & Poor's 500 stock average	**12.5%**	**30.9%**	**4.2%**				
		FORBES stock fund composite	**15.2%**	**22.3%**	**2.7%**				
B	B	**Guardian Mutual Fund/Neuberger**	17.1%	33.0%	3.3%	$454	51%	none	$0.77
B	B	**Guardian Park Ave Fund/Guardian**	18.7	36.0	3.2	75	46	8.50%	0.78
C	D	**Hamilton Funds/Oppenheimer Inv**	8.8	28.8	2.5	217	14	8.50	0.94
A	F	**John Hancock Growth Trust/Hancock**	12.4	22.4	1.8	65	25	8.50	1.13
A+	D	**Hartwell Growth Fund/Hartwell**	19.0	9.7	none	12	6	none	2.40
A+	D	**Hartwell Leverage Fund/Hartwell**	16.2	6.5	none	35	-9	none	1.20
		Hemisphere Fund/Neuberger	—*	72.5	none	12	-49	†	1.15
		Wayne Hummer Growth Fund/Hummer	—*	23.6	3.5	5	136	none	1.50‡
		Hutton Investment-Basic Value/Hutton	—*	—*	—*	66	—	5.00b	1.51‡
		Hutton Investment-Emerging Growth/Hutton	—*	24.7	1.8	155	12	5.00b	2.31‡
		Hutton Investment-Growth/Hutton	—*	22.9	3.5	875	37	5.00b	1.76‡
		Hutton Investment-Option Income/Hutton	—*	15.9	4.9	151	67	5.00b	1.88‡
		Hutton Investment-Precious Metals/Hutton	—*	—*	—*	24	—	5.00b	1.72‡
		IDS Discovery Fund/IDS	—*	8.7	1.7	287	-1	5.00	0.81‡
C	D	**IDS Equity Plus[16]/IDS**	11.7	21.7	2.5	333	3	5.00	0.53‡
A+	C	**IDS Growth Fund/IDS**	21.3	19.3	0.4	728	20	5.00	0.60‡
		IDS International Fund/IDS	—*	—*	—*	23	—	5.00	1.72‡
		IDS Managed Retirement Fund/IDS	—*	—*	—*	54	—	5.00	1.15‡
A	C	**IDS New Dimensions Fund/IDS**	18.8	28.6	2.2	423	26	5.00	0.75‡
C	B	**IDS Progressive Fund/IDS**	15.2	17.4	3.6	169	9	5.00	1.00‡
D	C	**IDS Stock Fund/IDS**	10.3	19.8	3.6	1,357	5	5.00	0.54‡
		IDS Strategy Fund-Aggressive Equity/IDS	—*	28.0	0.2	31	NM	5.00b	1.84‡
		IDS Strategy Fund-Equity/IDS	—*	28.9	3.2	18	NM	5.00b	1.91‡
D	A	**Income Fund of America/American Funds**	14.2	38.7	7.1	367	37	8.50	0.66
A	C	**International Investors/III Securities**	27.4	-17.1	5.9	895	-3	8.50	0.82
C	B	**Investment Company of America/American Funds**	15.0	31.0	3.7	2,731	25	8.50	0.47
		Investment Port-Equity/Kemper	—*	17.6	2.5	85	937	6.00b	2.23‡
		Investment Port-Option Income/Kemper	—*	—*	—*	105	—	6.00b†	2.22‡
C	F	**Investment Trust of Boston/ITB**	10.1	29.4	2.7	62	20	7.25	0.97
A	D	**Investors Research Fund/Diversified**	18.6	23.8	3.9	50	37	8.50	0.81
		IRI Stock Fund/IRI	—*	32.7	2.1	9	-5	4.50	1.50
F	A	**ISI Growth Fund/ISI Corp**	11.7	13.1	5.2	14	2	8.50	1.48
F	A+	**ISI Income Fund/ISI Corp**	11.6	23.5	10.4	7	7	8.50	1.51
F	A	**ISI Trust Fund/ISI Corp**	10.2	11.9	9.8	105	2	8.50	1.02
B	D	**Istel Fund/Istel**	10.9	17.6	3.8	94	2	none	1.04
B	C	**Ivest Fund/Vanguard**	14.4	22.8	2.4	205	21	none	0.88
C	B	**Ivy Growth Fund/Ivy**	17.1	32.0	6.8	92	58	none	1.29
B	A	**Janus Fund/Janus**	20.9	20.9	3.6	412	46	none	1.06
F	A	**Japan Fund/closed end**	11.5	5.8	0.7	270	2	NA	0.66

Total return is for 9/30/76 to 6/30/85. Funds are added to this guide when they exceed $5 million in net assets and deleted when they drop below $2 million. Stock and balanced funds are rated only if in operation since 11/30/80. *Fund not in operation for full period. ●Fund rated for two periods only; maximum allowable grade A. †Fund not currently selling new shares. ‡Fund has 12b-1 plan pending or in force *(see story, p. 82)*. [16]Formerly IDS Variable Payment Fund. b: Includes back-end load. NA: Not applicable or not available. NM: Not meaningful.

Table of distributors, showing addresses and phone numbers, begins on p. 150.

Stock funds

Performance in UP markets	Performance in DOWN markets	Fund/distributor	Investment results: Average annual total return 1976-85	Latest 12 months: total return	Latest 12 months: return from income dividends	Total assets: 6/30/85 (millions)	Total assets: % change '85 vs '84	Maximum sales charge	Annual expenses per $100
		Standard & Poor's 500 stock average	**12.5%**	**30.9%**	**4.2%**				
		FORBES stock fund composite	**15.2%**	**22.3%**	**2.7%**				
D	B	**JP Growth Fund/Jefferson-Pilot**	13.4%	28.3%	4.0%	$ 21	21%	8.00%	$0.88
A	D	**Kemper Growth Fund/Kemper**	17.1	21.8	2.8	269	25	8.50	0.80
		Kemper International Fund/Kemper	—*	5.1	1.0	42	-5	8.50	1.19
F	●A	**Kemper Option Income Fund/Kemper**	—*	16.0	7.4	789	310	†	0.80
A	C	**Kemper Summit Fund/Kemper**	20.3	20.5	1.9	239	59	8.50	0.44
C	D	**Keystone Custodian K-2/Keystone**	10.7	21.8	0.7	209	28	4.00r	1.03‡
D	D	**Keystone Custodian S-1/Keystone**	7.1	17.7	2.8	85	26	4.00r	1.11‡
B	D	**Keystone Custodian S-3/Keystone**	12.2	19.8	1.7	214	51	4.00r	1.03‡
A+	D	**Keystone Custodian S-4/Keystone**	15.4	17.3	0.3	641	34	4.00r	0.89‡
D	C	**Keystone International Fund/Keystone**	8.7	15.4	2.2	29	6	4.00r	1.72‡
A	C	**Keystone Precious Metals Holdings[17]/Keystone**	19.5	-22.4	2.9	59	-2	4.00r	1.47‡
		Kidder Peabody Special Growth Fund/Kidder	—*	—*	—*	40	—	5.00b	1.40‡
		Korea Fund/closed end	—*	—*	—*	58	—	NA	2.00
		Legg Mason Value Trust/Legg Mason	—*	38.3	1.5	247	251	none	2.40‡
A	●B	**Lehman Capital Fund/Lehman**	—*	23.5	4.5	123	16	none	0.70
C	C	**Lehman Corp/closed end**	12.6	23.0	3.2	745	16	NA	0.46
C	B	**Lehman Investors Fund/Lehman**	15.8	21.6	3.0	381	14	none	0.60
●A	●B	**Lehman Opportunity Fund[18]/Lehman**	—*	37.8	1.7	69	57	none	1.23
		Leverage Fund of Boston/Eaton Vance	—*	24.8	none	31	6	none	1.23
		Lexington Goldfund/Lexington	—*	-15.1	1.2	11	18	none	1.50‡
B	C	**Lexington Growth Fund/Lexington**	13.6	26.9	1.3	28	51	none	1.50‡
C	C	**Lexington Research Fund/Lexington**	12.6	26.8	3.5	111	20	none	1.00‡
		Lindner Dividend Fund/Lindner	—*	24.1	7.3	70	NM	†	1.14
D	A+	**Lindner Fund/Lindner**	24.4	23.0	8.6	398	17	†	0.89
		LMH Fund/Heine Mgmt	—*	24.3	0.5	77	152	none	1.40
A	B	**Loomis-Sayles Capital Development Fund/NEL**	22.7	39.3	0.8	169	40	†	0.70
B	●D	**Lord Abbett Developing Growth Fund/Lord Abbett**	—*	4.1	0.3	310	3	8.50	0.83
		Lord Abbett Value Appreciation/Lord Abbett	—*	34.8	2.2	297	-4	8.50	0.87
		Lowry Market Timing/Criterion	—*	17.8	2.1	97	72	8.50	1.37‡
D	C	**Mairs & Power Growth Fund/Mairs & Power**	12.9	29.6	2.0	20	16	none	1.04
●D	●B	**Mairs & Power Income Fund/Mairs & Power**	—*	27.7	6.6	3	27	none	1.29
B	C	**Manhattan Fund/Neuberger**	15.8	36.8	1.4	101	46	none	1.50
C	D	**Horace Mann Growth Fund/Mann**	12.6	25.9	2.5	72	14	†	0.73
A+	B	**Mass Capital Development Fund/Mass Financial**	23.8	22.2	2.5	785	36	7.25	0.75
B	D	**Mass Financial Development Fund/Mass Financial**	16.3	27.8	2.7	230	26	7.25	0.92
		Mass Financial Emerging Growth/Mass Financial	—*	20.7	0.7	195	24	7.25	1.09
		Mass Financial Special Fund/Mass Financial	—*	21.1	1.8	95	20	7.25	1.25
B	D	**Mass Investors Growth Stock Fund/Mass Financial**	12.7	21.5	2.6	900	13	7.25	0.56

Total return is for 9/30/76 to 6/30/85. Funds are added to this guide when they exceed $5 million in net assets and deleted when they drop below $2 million. Stock and balanced funds are rated only if in operation since 11/30/80. *Fund not in operation for full period. ●Fund rated for two periods only; maximum allowable grade A. †Fund not currently selling new shares. ‡Fund has 12b-1 plan pending or in force *(see story, p. 82)*. [17] Formerly Precious Metals Holdings. [18] Formerly LBKL Capital Opportunity Fund. b: Includes back-end load. r: Includes redemption fee that reverts to fund. NA: Not applicable or not available. NM: Not meaningful.

Table of distributors, showing addresses and phone numbers, begins on p. 150.

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1985 Fund Ratings

Stock funds

Performance in UP markets	Performance in DOWN markets	Fund/distributor	Investment results: Average annual total return 1976-85	Latest 12 months: total return	Latest 12 months: return from income dividends
		Standard & Poor's 500 stock average	12.5%	30.9%	4.2%
		FORBES stock fund composite	15.2%	22.3%	2.7%
C	D	**Massachusetts Investors Trust/Mass Financial**	11.0%	24.3%	3.9%
B	B	**Mathers Fund/Mathers**	17.8	26.6	2.7
•A	•C	**Medical Technology Fund/PRO**	—*	24.2	0.7
D	C	**Meeschaert Capital Accumulation/Meeschaert**	9.7	14.4	none
C	•B	**Merrill Lynch Basic Value Fund/ML Funds**	—*	34.9	4.4
C	B	**Merrill Lynch Capital Fund/ML Funds**	15.1	36.7	3.4
		Merrill Lynch Fund for Tomorrow/ML Funds	—*	29.6	1.7
		Merrill Lynch International Holdings/ML Funds	—*	—*	—*
D	•A	**Merrill Lynch Pacific Fund/ML Funds**	—*	36.8	2.9
•B	•D	**Merrill Lynch Special Value/ML Funds**	—*	21.6	0.8
		Mexico Fund/closed end	—*	15.9	6.3
D	B	**MidAmerica High Growth Fund/Life Investors**	12.5	21.4	2.0
D	B	**MidAmerica Mutual Fund/Life Investors**	13.3	32.4	3.8
		Midwest Group-Bartlett Basic Value/Leshner	—*	19.5	5.3
B	C	**WL Morgan Growth Fund/Vanguard**	15.1	19.4	2.1
D	C	**Mutual Benefit Fund/Mutual Benefit**	10.5	24.3	3.1
D	D	**Mutual of Omaha Growth Fund/Mutual of Omaha**	9.0	25.1	2.0
•D	•A	**Mutual Qualified Income Fund/Heine Secs**	—*	21.0	6.2
C	A +	**Mutual Shares/Heine Secs**	21.6	22.7	7.3
B	C	**Naess & Thomas Special Fund/Vanguard**	13.9	6.2	1.2
B	C	**National Aviation & Technology/AFA**	14.5	33.0	2.2
D	F	**National Growth Fund/National Secs**	7.2	12.6	2.2
D	D	**National Industries Fund/National Inds**	8.8	11.5	2.8
D	B	**National Stock Fund/National Secs**	12.9	31.2	5.0
		National Telecommunications & Tech/AFA	—*	7.5	3.1
D	B	**Nationwide Fund/Nationwide**	9.6	30.7	4.2
C	B	**Nationwide Growth Fund/Nationwide**	15.5	31.8	2.2
		Nautilus Fund/Eaton Vance	—*	–7.2	0.6
D	A	**NEL Equity Fund/NEL**	14.0	28.8	4.5
A	B	**NEL Growth Fund/NEL**	22.2	31.9	1.0
C	B	**NEL Retirement Equity Fund/NEL**	15.0	31.0	2.5
A	F	**Neuwirth Fund/Alliance**	12.9	36.5	0.5
		New Alternatives Fund/Accrued Equities	—*	26.8	1.9
		"New Beginning" Growth Fund/Sit	—*	27.0	1.0
		New Economy Fund/American Funds	—*	34.1	1.7
C	B	**New Perspective Fund/American Funds**	15.4	18.0	2.9
A	C	**New York Venture Fund/Venture**	20.6	35.3	1.9
B	D	**Newton Growth Fund/Newton**	15.4	18.1	1.8
A	F	**Niagara Share Corp/closed end**	13.8	13.0	3.0

Total return is for 9/30/76 to 6/30/85. Funds are added to this guide when they exceed $5 million in net assets and deleted when they drop below $2 million. Stock and balanced funds are rated only if in operation since 11/30/80. *Fund not in operation for full period. ●Fund rated for two periods only; maximum allowable grade A. ‡Fund has 12b-1 plan pending or in force *(see story, p. 82)*. b: Includes back-end load. r: Includes redemption fee that reverts to fund. NA: Not applicable or not available.

Table of distributors, showing addresses and phone numbers, begins on p. 150.

Total assets 6/30/85 (millions)	Total assets % change '85 vs '84	Maximum sales charge	Annual expenses per $100
$1,106	12%	7.25%	$0.56
188	5	none	0.69
67	34	none	1.40
22	69	4.00r	1.63‡
421	56	6.50	0.73
366	40	6.50	0.69
242	219	4.00b	1.25‡
200	—	8.50	1.40
126	36	6.50	1.15
90	6	6.50	1.19
67	10	NA	2.26
13	7	8.50	1.00
32	16	8.50	0.88
27	79	none	1.78‡
579	56	none	0.68
12	26	8.50	1.34
21	10	8.00	1.28
308	181	none	0.81
776	110	none	0.73
39	7	none	1.05
86	15	8.50	1.24
67	-3	7.25	1.02
28	1	none	1.70
233	15	7.25	0.93
83	-14	8.50	1.28
262	20	7.50	0.66
87	53	7.50	0.71
18	-10	8.50	1.75
22	37	8.00	1.00
216	31	8.00	0.75
74	19	8.00	0.71
22	23	none	1.58
591	109	6.00	1.36
20	43	2.00b	1.50
429	23	8.50	0.75
661	14	8.50	0.76
126	48	8.50	1.05
36	25	none	1.30‡
162	5	NA	4.11

June 30, 1985	**$292,804**
1984	$242,091
1983	$262,710
1982	$202,066
1981	$141,924
1980	$140,148
1979	$94,847
1978	$64,316
1977	$46,669
1976	$37,349
1975	$29,213
1974	$18,708
1973	$26,712
1972	$27,940
1971	$24,705
1970	$22,742
1969	$22,938
1968	$29,952
1967	$26,908
1966	$20,910
1965	$22,920
1964	$18,695
1963	$16,811
1962	$14,327
1961	$15,452
1960	$12,124
1959	$10,758
1958	$10,000

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These figures supplement those found on page 7 of the current annual report. These figures illustrate past performance and are not projections for the future.

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1985 Fund Ratings

Stock funds

Performance in UP markets	Performance in DOWN markets	Fund/distributor	Investment results: Average annual total return 1976-85	Investment results: Latest 12 months total return	Investment results: Latest 12 months return from income dividends	Total assets 6/30/85 (millions)	Total assets % change '85 vs '84	Maximum sales charge	Annual expenses per $100
		Standard & Poor's 500 stock average	12.5%	30.9%	4.2%				
		FORBES stock fund composite	15.2%	22.3%	2.7%				
B	**A+**	**Nicholas Fund/Nicholas**	25.4%	39.0%	1.9%	$462	194%	none	$0.82
		Nicholas II/Nicholas	—*	42.3	0.6	78	NM	none	1.59
		North Star Apollo/North Star	—*	10.0	2.4	20	35	none	1.00
●B	**●C**	**North Star Regional Fund/North Star**	—*	31.2	1.3	64	45	none	0.80
C	**B**	**North Star Stock Fund/North Star**	14.5	25.2	2.9	59	28	none	0.70
●C	**●C**	**Northeast Investors Growth/Northeast Inv**	—*	33.8	0.8	5	42	none	2.02
●C	**●C**	**Nova Fund/Nova**	—*	21.6	1.3	28	–1	none	1.50
D	**B**	**Old Dominion Investors' Trust/Investors Secs**	12.2	24.9	7.4	5	21	8.50%	1.17
B	**D**	**Omega Fund/Omega**	12.3	36.1	0.9	29	26	none	1.53
B	**D**	**One Hundred Fund/Berger**	11.7	12.5	2.1	10	1	none	1.90‡
A	**D**	**Oppenheimer AIM Fund/Oppenheimer Inv**	13.8	–2.4	0.3	214	–6	8.50	1.05
		Oppenheimer Challenger Fund/Oppenheimer Inv	—*	20.1	0.4	17	–18	2.00	1.18
●A	**●D**	**Oppenheimer Directors Fund/Oppenheimer Inv**	—*	18.1	1.8	339	39	8.50	1.03
C	**B**	**Oppenheimer Equity Income/Oppenheimer Inv**	16.2	34.3	7.2	135	103	8.50	1.08
B	**F**	**Oppenheimer Fund/Oppenheimer Inv**	10.1	25.2	1.7	266	13	8.50	0.99
		Oppenheimer Gold & Spec Mins/Oppenheimer Inv	—*	–14.3	1.0	33	19	8.50	1.62
F	**●A**	**Oppenheimer Premium Inc Fund/Oppenheimer Inv**	—*	9.5	2.5	261	166	8.50	1.07
		Oppenheimer Regency Fund/Oppenheimer Inv	—*	13.0	1.1	147	50	8.50	1.28
B	**B**	**Oppenheimer Special Fund/Oppenheimer Inv**	18.8	14.2	1.9	834	30	8.50	0.94
		Oppenheimer Target Fund/Oppenheimer Inv	—*	10.3	1.9	134	–11	6.00	1.10
A	**C**	**Oppenheimer Time Fund/Oppenheimer Inv**	19.8	25.0	1.5	222	39	8.50	1.00
B	**A**	**Over-the-Counter Securities Fund/Review**	23.4	27.0	1.5	114	47	8.00	1.28
		P-C Capital Fund/Bradford	—*	19.7	5.4	6	14	none	1.27
		PaineWebber America Fund/PaineWebber	—*	27.5	6.9	53	176	8.50	1.43
		PaineWebber Atlas Fund/PaineWebber	—*	25.4	none	82	4	8.50	1.40
		PaineWebber Olympus Fund/PaineWebber	—*	—*	—*	34	—	8.50	NA
C	**A**	**Partners Fund/Neuberger**	20.6	32.6	4.1	222	52	none	0.91
●D	**●C**	**Pax World Fund/Pax World**	—*	29.6	4.3	25	80	none	1.50‡
D	**C**	**Penn Square Mutual Fund/Penn Square**	12.5	22.5	4.6	183	13	none	0.65
B	**A**	**Pennsylvania Mutual Fund/Penn Mutual**	22.6	23.1	1.3	292	97	†	1.18
A	**D**	**Petroleum & Resources Corp/closed end**	14.0	12.9	5.0	231	–9	NA	0.59
C	**C**	**Philadelphia Fund/Universal**	14.0	17.9	2.7	108	7	8.50	0.91
		Phoenix Growth Fund/Phoenix	—*	32.8	2.7	105	52	8.50	0.88
		Phoenix Stock Fund/Phoenix	—*	32.0	2.3	65	39	8.50	1.01
D	**A**	**Pilgrim MagnaCap Fund[19]/Pilgrim**	14.7	37.1	3.3	66	803	7.25	1.60
B	**D**	**Pilot Fund/Criterion**	14.1	25.1	3.6	70	12	8.50	1.25
C	**C**	**Pine Street Fund/Alliance**	12.9	36.7	4.3	52	32	none	1.09‡
C	**C**	**Pioneer Fund/Pioneer**	14.2	24.9	3.8	1,443	21	8.50	0.69
B	**A**	**Pioneer II/Pioneer**	20.7	27.7	3.3	1,834	49	8.50	0.71

Total return is for 9/30/76 to 6/30/85. Funds are added to this guide when they exceed $5 million in net assets and deleted when they drop below $2 million. Stock and balanced funds are rated only if in operation since 11/30/80. *Fund not in operation for full period. ●Fund rated for two periods only; maximum allowable grade A. †Fund not currently selling new shares. ‡Fund has 12b-1 plan pending or in force *(see story, p. 82)*. [19]Formerly MagnaCap Fund. NA: Not applicable or not available. NM: Not meaningful.

Table of distributors, showing addresses and phone numbers, begins on p. 150.

Stock funds

Performance			Investment results			Total assets		Maximum sales charge	Annual expenses per $100
			Average annual total return 1976-85	Latest 12 months					
in UP —markets—	in DOWN	Fund/distributor		total return	return from income dividends	6/30/85 (millions)	% change '85 vs '84		
		Standard & Poor's 500 stock average	12.5%	30.9%	4.2%				
		FORBES stock fund composite	15.2%	22.3%	2.7%				
		Pioneer Three/Pioneer	—*	19.5%	2.4%	$354	75%	8.50%	$0.78
B	B	**Plitrend Fund/Tenneco**	19.5%	25.6	2.1	75	22	none	1.06
		T Rowe Price Growth & Income Fund/Price	—*	19.8	5.8	353	27	none	0.94
D	D	**T Rowe Price Growth Stock Fund/Price**	8.0	30.0	2.2	1,057	22	none	0.52
•D	•F	**T Rowe Price International Fund/Price**	—*	10.8	2.2	233	31	none	1.10
A	D	**T Rowe Price New Era Fund/Price**	15.1	20.0	4.0	507	12	none	0.68
A	D	**T Rowe Price New Horizons Fund/Price**	18.0	14.4	1.0	1,500	27	none	0.70
		PrimeCap Fund/Vanguard	—*	—*	—*	21	—	none	2.12
D	B	**PRO Fund/PRO**	12.4	27.9	3.3	29	0	none	1.27
		Prudential-Bache Equity Fund/Pru-Bache	—*	30.0	1.6	63	48	5.00b	1.52‡
		Prudential-Bache Global Fund/Pru-Bache	—*	22.2	0.8	25	390	5.00b	2.30‡
		Prudential-Bache Growth Opportunity[20]/Pru-Bache	—*	16.2	0.6	63	5	5.00b	1.32‡
		Prudential-Bache Option Growth Fund/Pru-Bache	—*	33.2	2.7	50	–17	5.00b	1.35‡
		Prudential-Bache Research Fund/Pru-Bache	—*	19.3	4.2	156	0	5.00b	1.93‡
		Prudential-Bache Utility Fund[21]/Pru-Bache	—*	66.9	14.3	192	57	5.00b	1.15‡
		Putnam Capital Fund/Putnam	—*	27.2	1.3	11	0	†	1.26
•D	•D	**Putnam Energy-Resources Trust[22]/Putnam**	—*	1.1	3.1	33	-21	8.50	1.48
C	B	**Putnam Fund for Growth & Income[23]/Putnam**	15.3	27.0	5.0	871	21	8.50	0.63
		Putnam Health Sciences Trust/Putnam	—*	38.3	0.8	255	4	8.50	0.98
		Putnam Information Sciences Trust/Putnam	—*	8.2	0.9	172	–13	8.50	1.10
C	B	**Putnam International Equities Fund/Putnam**	14.6	27.8	1.4	58	29	8.50	1.28
B	D	**Putnam Investors Fund/Putnam**	14.0	29.8	1.8	1,153	24	8.50	0.51
D	•C	**Putnam Option Income Trust/Putnam**	—*	28.2	6.1	1,149	141	†	0.80
		Putnam Option Income Trust II/Putnam	—*	—*	—*	107	—	8.50	NA
B	B	**Putnam Vista Fund/Putnam**	18.2	32.1	0.8	176	28	8.50	1.03
A	C	**Putnam Voyager Fund/Putnam**	18.3	33.3	0.9	283	44	8.50	1.04
A+	C	**Quasar Associates/Alliance**	22.8	32.9	0.6	73	70	none	1.08
•B	•A	**Quest for Value Fund/Oppenheimer Cap**	—*	23.5	1.2	31	119	none	2.34
		Reich & Tang Equity Fund/Reich & Tang	—*	—*	—*	31	—	none	0.99‡
		Reserve Equity Trust-Contrarian/Reserve Partner	—*	38.3	2.3	6	NM	none	2.00
		Rochester Tax Managed Fund/Rochester	—*	5.2	none	26	48	8.50	1.80‡
		Royce Value Fund/Quest	—*	24.4	none	88	293	†	2.66‡
		RPF of America-Equity Fund/Venture	—*	31.0	2.4	5	89	5.00r	1.50‡
C	C	**Safeco Equity Fund/Safeco**	13.8	31.2	3.9	35	17	none	0.66
B	B	**Safeco Growth Fund/Safeco**	18.2	21.2	3.1	71	23	none	0.63
D	A	**Safeco Income Fund/Safeco**	13.8	34.3	5.6	29	47	none	0.70
		SBSF Fund/Reich & Tang	—*	26.9	1.8	44	148	none	1.37‡
		Sci/Tech Holdings/ML Funds	—*	1.7	1.4	321	–32	8.50	1.36

Total return is for 9/30/76 to 6/30/85. Funds are added to this guide when they exceed $5 million in net assets and deleted when they drop below $2 million. Stock and balanced funds are rated only if in operation since 11/30/80. *Fund not in operation for full period. •Fund rated for two periods only; maximum allowable grade A. †Fund not currently selling new shares. ‡Fund has 12b-1 plan pending or in force *(see story, p. 82)*. [20]Formerly Pru-Bache New Decade Growth. [21]Formerly Pru-Bache Tax-Managed Utility. [22]Formerly Eberstadt Energy-Resources Fund. [23]Formerly The Putnam Growth Fund. b: Includes back-end load. r: Includes redemption fee that reverts to fund. NA: Not applicable or not available. NM: Not meaningful.

Table of distributors, showing addresses and phone numbers, begins on p. 150.

1985 Fund Ratings

Stock funds

Performance			Investment results			Total assets			
			Average	Latest 12 months					
in UP —markets—	in DOWN —markets—	Fund/distributor	annual total return 1976-85	total return	return from income dividends	6/30/85 (millions)	% change '85 vs '84	Maximum sales charge	Annual expenses per $100
		Standard & Poor's 500 stock average	**12.5%**	**30.9%**	**4.2%**				
		FORBES stock fund composite	**15.2%**	**22.3%**	**2.7%**				
A	D	**Scudder Capital Growth Fund/Scudder**	16.9%	31.9%	1.8%	$315	41%	none	$0.87
B	A	**Scudder Development Fund/Scudder**	20.8	13.4	1.4	254	23	none	1.34
C	D	**Scudder Growth & Income Fund[24]/Scudder**	12.8	33.7	3.2	279	25	none	0.89
D	B	**Scudder International Fund/Scudder**	12.3	14.7	1.7	273	57	none	1.04
		Second Fiduciary Exchange Fund/†	13.4	22.0	3.5	63	7	NA	0.77
		Security Action Fund/Security	—*	21.9	1.1	32	221	8.50%	1.40
A	D	**Security Equity Fund/Security**	15.1	25.6	5.5	251	15	8.50	0.71
C	C	**Security Investment Fund/Security**	13.1	16.2	7.0	105	2	8.50	0.73
A	D	**Security Ultra Fund/Security**	19.9	26.3	2.7	111	51	8.50	1.18
D	B	**Selected American Shares/Prescott, Ball**	12.8	32.9	3.5	101	33	none	0.99
C	D	**Selected Special Shares/Prescott, Ball**	9.9	18.6	2.6	35	10	none	1.38
A	D	**Seligman Capital Fund/Seligman**	19.7	29.9	none	198	58	8.50	0.90
C	C	**Seligman Common Stock Fund/Seligman**	14.5	33.0	4.4	443	24	7.25	0.55
		Seligman Communications & Info/Seligman	—*	26.9	0.9	50	11	8.50	1.38
B	D	**Seligman Growth Fund/Seligman**	11.7	27.1	2.3	629	12	7.25	0.56
D	A	**Sentinel Common Stock Fund/Equity Services**	15.1	34.4	4.7	387	24	8.50	0.72
B	D	**Sentinel Growth Fund/Equity Services**	15.0	30.2	2.5	44	21	8.50	0.91
B	C	**Sentry Fund/Sentry**	14.2	31.3	2.5	33	20	8.00	0.75
D	A+	**Sequoia Fund/Ruane Cunniff**	23.8	35.0	3.5	573	49	†	1.00
		Shearson Aggressive Growth Fund/Shearson	—*	19.9	0.7	113	-7	5.00	1.23
B	B	**Shearson Appreciation Fund/Shearson**	18.7	30.6	1.2	149	33	5.00	1.00
		Shearson Fundamental Value Fund/Shearson	—*	28.1	3.1	108	192	5.00	1.30
		Shearson Global Opportunities/Shearson	—*	—*	—*	73	—	5.00	1.54
C	C	**Sherman, Dean Fund/Sherman Dean**	8.4	-8.3	0.2	4	-12	none	2.00‡
C	D	**Sierra Growth Fund/Sierra**	7.6	-3.5	0.5	5	-20	none	2.02
B	B	**Sigma Capital Shares/Delfi Capital**	19.1	34.8	1.4	54	50	8.50	1.11
D	B	**Sigma Investment Shares/Delfi Capital**	12.9	29.0	5.0	64	23	8.50	1.06‡
B	C	**Sigma Special Fund/Delfi Capital**	14.7	24.1	2.0	17	12	8.50	1.31‡
A	B	**Sigma Venture Shares/Delfi Capital**	22.7	30.0	0.7	68	45	8.50	0.99
B	C	**Smith, Barney Equity Fund/Smith Barney**	14.6	22.9	2.2	63	14	none	0.92
D	A	**Smith, Barney-Income & Growth/Smith Barney**	16.7	31.2	5.4	48	464	5.75	0.75
C	A+	**Source Capital/closed end**	22.8	31.6	4.2	274	14	NA	0.97
D	A	**Sovereign Investors/Sovereign**	14.0	35.0	4.8	20	50	5.00	1.00
A+	D	**Spectra Fund/closed end**	19.8	26.5	none	5	21	NA	2.73
D	D	**State Bond Common Stock Fund/State Bond**	8.0	23.3	2.0	30	10	8.50	1.15
D	C	**State Bond Diversified Fund/State Bond**	10.5	27.3	4.3	12	22	8.50	0.89
B	D	**State Bond Progress Fund/State Bond**	12.2	17.8	1.3	7	10	8.50	1.16
		State Street Exchange Fund/†	—*	29.3	2.8	130	17	NA	0.61

Total return is for 9/30/76 to 6/30/85. Funds are added to this guide when they exceed $5 million in net assets and deleted when they drop below $2 million. Stock and balanced funds are rated only if in operation since 11/30/80. *Fund not in operation for full period. ●Fund rated for two periods only; maximum allowable grade A. †Fund not currently selling new shares. ‡Fund has 12b-1 plan pending or in force *(see story, p. 82)*. [24]Formerly Scudder Common Stock Fund. NA: Not applicable or not available.

Table of distributors, showing addresses and phone numbers, begins on p. 150.

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1985 Fund Ratings

Stock funds

Performance in UP markets	Performance in DOWN markets	Fund/distributor	Investment results: Average annual total return 1976-85	Latest 12 months: total return	Latest 12 months: return from income dividends
		Standard & Poor's 500 stock average	12.5%	30.9%	4.2%
		FORBES stock fund composite	15.2%	22.3%	2.7%
		State Street Growth Fund/†	12.1%	26.9%	3.7%
C	C	**State Street Investment Corp/State Street**	13.6	27.2	3.5
D	F	**Steadman American Industry Fund/Steadman**	3.1	-5.7	none
F	B	**Steadman Associated Fund/Steadman**	6.0	7.1	4.4
F	D	**Steadman Investment Fund/Steadman**	5.5	20.2	0.7
D	F	**Steadman Oceanographic Tech & Gr/Steadman**	3.8	-11.9	none
A+	D	**Stein Roe & Farnham Cap Opportunities/Stein Roe**	17.4	12.2	1.3
A	F	**Stein Roe & Farnham Stock Fund/Stein Roe**	12.4	27.4	2.2
		SteinRoe Discovery Fund/Stein Roe	—*	37.0	0.3
•A	•C	**SteinRoe Special Fund/Stein Roe**	—*	30.7	1.1
•A	•D	**SteinRoe Universe Fund/Stein Roe**	—*	22.7	1.6
		Stralem Fund/Stralem	—*	9.3	7.3
		Strategic Capital Gains/Strategic	—*	-4.4	none
A	•F	**Strategic Investments Fund/Strategic**	—*	-33.1	4.4
		Strategic Silver Fund/Strategic	—*	—*	—*
C	C	**Stratton Growth Fund/Stratton**	14.7	26.4	0.7
D	A+	**Stratton Monthly Dividend Shares[26]/Stratton**	14.1	49.7	8.1
		Summit Investor's Fund/AIM Distributor	—*	26.8	0.7
		Sunbelt Growth Fund/Criterion	—*	20.4	2.5
B	D	**Surveyor Fund/Alliance**	12.6	15.6	0.9
B	D	**Technology Fund/Kemper**	14.5	19.8	2.8
		Templeton Foreign Fund/Securities Fund	—*	16.4	2.1
		Templeton Global I/Securities Fund	—*	29.5	2.1
		Templeton Global II/Securities Fund	—*	29.0	1.6
C	A	**Templeton Growth Fund/Securities Fund**	18.5	24.3	2.4
C	•B	**Templeton World Fund/Securities Fund**	—*	27.9	2.7
		Thomson McKinnon Growth Fund/Thomson	—*	26.1	2.1
		Thomson McKinnon Opportunity Fund/Thomson	—*	26.5	0.6
D	C	**Transatlantic Fund/Transatlantic**	8.5	6.4	0.5
C	D	**Tri-Continental Corp/closed end**	12.6	31.8	4.2
		Trustees' Commingled-Intl Equity/Vanguard	—*	16.4	3.9
•C	•C	**Trustees' Commingled-US Equity/Vanguard**	—*	22.4	4.7
A	B	**Tudor Fund/Weiss, Peck**	21.5	25.4	1.8
A+	C	**20th Century Growth Investors/20th Century**	26.1	25.4	1.1
A+	B	**20th Century Select Investors/20th Century**	28.0	31.3	1.7
		20th Century Ultra Investors/20th Century	—*	18.6	none
		20th Century Vista Investors/20th Century	—*	15.8	0.2
		UMB Stock Fund/Jones & Babson	—*	24.4	2.0

Total return is for 9/30/76 to 6/30/85. Funds are added to this guide when they exceed $5 million in net assets and deleted when they drop below $2 million. Stock and balanced funds are rated only if in operation since 11/30/80. *Fund not in operation for full period. •Fund rated for two periods only; maximum allowable grade A. †Fund not currently selling new shares. ‡Fund has 12b-1 plan pending or in force *(see story, p. 82)*. **Available only through monthly contractual plans. [25]Assets as of 3/31/85. [26]Formerly Energy & Utility Shares. b: Includes back-end load. r: Includes redemption fee that reverts to fund. NA: Not applicable or not available.

Table of distributors, showing addresses and phone numbers, begins on p. 150.

Total assets		Maximum sales charge	Annual expenses per $100
6/30/85 (millions)	% change '85 vs '84		
$236	16%	NA	$0.56
496	14	1.00b	0.52
9[25]	–24	none	4.83‡
23[25]	–16	none	2.60‡
10[25]	–22	none	3.52‡
7[25]	–17	none	4.43‡
191	–7	none	0.97
226	6	none	0.71
97	193	none	1.42
262	140	none	0.93
117	–36	none	1.19
12	52	none	1.52
8	–19	8.50	1.39
131	–24	8.50	1.20
8	—	8.50	1.12
15	26	none	1.61
16	87	none	1.72
25	276	••	1.49
143	–8	8.50	1.12
83	–3	8.50	0.96
671	20	8.50	0.60
86	40	8.50	0.84
267	21	†	1.09
272	88	8.50	0.88
1,114	32	8.50	0.77
2,209	49	8.50	0.63
69	132	5.00b	2.50‡
34	200	5.00b	2.50‡
29	–3	none	1.53‡
1,070	24	NA	0.55
445	126	none	0.63
282	19	none	0.53
130	52	0.50r	1.01
791	28	none	1.01
1,077	44	none	1.01
459	5	1.00r	1.01
119	32	1.00r	1.01
19	72	none	0.87

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THE Vanguard GROUP OF INVESTMENT COMPANIES

1985 Fund Ratings

Stock funds

Performance in UP markets	Performance in DOWN markets	Fund/distributor	Investment results: Average annual total return 1976-85	Latest 12 months: total return	Latest 12 months: return from income dividends	Total assets: 6/30/85 (millions)	Total assets: % change '85 vs '84	Maximum sales charge	Annual expenses per $100
		Standard & Poor's 500 stock average	**12.5%**	**30.9%**	**4.2%**				
		FORBES stock fund composite	**15.2%**	**22.3%**	**2.7%**				
		Unified Growth Fund/Unified	—	31.5%	2.0%	$17	65%	none	$1.10
C	C	**United Accumulative Fund/Waddell & Reed**	15.4%	33.2	4.9	576	26	8.50%	0.67‡
D	B	**United Income Fund/Waddell & Reed**	13.0	35.7	4.4	603	26	8.50	0.70‡
D	B	**United International Growth Fund/Waddell & Reed**	13.7	14.9	4.0	108	12	8.50	1.16‡
		United New Concepts Fund/Waddell & Reed	—*	7.3	3.7	31	6	8.50	1.48
C	D	**United Science & Energy Fund/Waddell & Reed**	12.0	12.4	5.7	164	1	8.50	0.96
A	C	**United Services-Gold Shares Fund/United Services**	26.6	−28.7	5.4	390	−12	none	1.11
		United Services-Good & Bad Times/United Services	—*	27.0	3.4	36	184	none	1.82
		United Services-Growth Fund/United Services	—*	0.5	none	13	127	none	1.78
		United Services-Prospector Fund/United Services	—*	−29.9	none	76	58	2.00b,r	1.55
B	B	**United Vanguard Fund/Waddell & Reed**	21.0	17.4	5.0	409	26	8.50	1.04‡
		USAA Gold Fund/USAA	—*	—*	—*	14	—	none	1.99
		USAA Investment Trust-Cornerstone Fund/USAA	—*	—*	—*	13	—	none	1.99
●B	●D	**USAA Mutual-Growth Fund/USAA**	—*	25.3	1.5	156	39	none	1.11
		USAA Mutual-Sunbelt Era Fund/USAA	—*	19.2	0.5	131	53	none	1.14
F	A+	**Valley Forge Fund/Valley Forge**	18.2	10.7	5.3	10	89	none	1.70
B	B	**Value Line Fund/Value Line**	16.7	28.6	1.5	202	24	none	0.81
D	A	**Value Line Income Fund/Value Line**	16.4	30.4	7.1	132	22	none	0.87
C	A	**Value Line Leveraged Growth Investors/Value Line**	22.7	32.2	0.7	231	33	none	0.81
A	B	**Value Line Special Situations/Value Line**	17.2	6.0	0.3	259	8	none	1.08
		Vance, Sanders Exchange Fund/†	12.6*	23.7	2.6	143	12	NA	0.68
B	A	**Vance, Sanders Special Fund/Eaton Vance**	18.3	8.5	3.1	116	5	8.50	0.93
C	D	**Vanguard Index Trust/Vanguard**	11.3*	30.5	3.9	390	69	none	0.27
D	A+	**Vanguard Qualified Dividend Port I/Vanguard**	21.2*	50.3	7.6	158	174	†	0.67
		Vanguard Spec-Gold & Prec Metals/Vanguard	—*	−20.2	0.8	19	NM	1.00r	0.87
		Vanguard-Spec Health Care/Vanguard	—*	42.3	0.5	10	NM	1.00r	0.59
		Vanguard Spec-Service Economy/Vanguard	—*	49.0	0.6	20	NM	1.00r	0.58
		Vanguard-Spec Technology/Vanguard	—*	6.0	0.5	6	NM	1.00r	0.53
D	B	**Variable Stock Fund/Variable**	11.9	25.2	2.7	8	21	none	1.27
C	D	**Wall Street Fund/Wall Street**	9.3	25.6	1.0	7	21	5.50	2.00
D	A	**Washington Mutual Inv Fund/American Funds**	15.7	35.0	4.7	749	42	8.50	0.56
A+	C	**Weingarten Equity Fund/Prescott, Ball**	25.1	35.7	0.6	162	74	none	1.10
		Westergaard Fund/Ladenburg	—*	10.6	0.6	24	−9	8.50	1.70‡
C	A	**Windsor Fund/Vanguard**	19.4	42.6	5.3	3,749	99	†	0.63
		Windsor II/Vanguard	—*	—*	—*	5	—	none	NA
		World of Technology/Financial Prog	—*	−1.7	0.3	7	−37	none	1.50
B	D	**WPG Fund[27]/Weiss, Peck**	16.4	29.0	3.4	39	22	none	1.17
		Z-Seven Fund/closed end	—*	31.8	none	17	32	NA	3.06

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Table of distributors, showing addresses and phone numbers, begins on p. 150.

Balanced funds

Balanced funds mix stocks and bonds. Generally, the mixture varies from half to two-thirds stock; FORBES classifies a fund as balanced if its common stocks are consistently less than 80% of the fund's assets (exclusive of cash). With their conservative bent, balanced funds tend to outperform pure stocks in bear markets and underperform stocks in bull markets. They're graded against one another separately from the stock funds.

Performance			Investment results						
			Average annual total return	Latest 12 months		Total assets			
in UP —markets	in DOWN markets—	Fund/distributor	1976-85	total return	return from income dividends	6/30/85 (millions)	% change '85 vs '84	Maximum sales charge	Annual expenses per $100
		50/50 composite of stock and bond indexes	11.0%	30.0%	8.7%				
		FORBES balanced fund composite	12.5%	28.6%	7.3%				
C	C	American Balanced Fund/American Funds	12.2%	31.7%	6.0%	$134	20%	8.50%	$0.75
A	B	American Capital Convertible Secs/closed end	19.5	21.7	6.7	78	15	NA	0.83
A+	D	American Capital Harbor Fund/American Cap	16.2	22.3	6.3	196	20	8.50	0.68
B	D	Axe-Houghton Fund B/Axe-Houghton	11.7	34.6	6.0	154	20	8.00	0.76
A	D	Bancroft Convertible Fund/closed end	12.7	21.7	6.1	52	19	NA	1.40
C	C	Bullock Balanced Shares[28]/Bullock	11.5	37.3	5.4	42	24	8.50	1.30
		Calvert Social Invest-Managed Growth/Calvert	—*	30.9	5.0	22	141	none	1.50‡
B	A	Castle Convertible Fund/closed end	17.2	27.4	8.8	33	16	NA	1.31
F	A	Cigna Income Fund/Cigna	9.0	25.4	10.5	207	9	5.00	0.69‡
B	F	Colonial Fund/Colonial	11.6	26.8	5.8	102	23	8.50	1.10
C	D	Commerce Income Shares/Criterion	12.1	34.8	5.4	58	25	8.50	1.08‡
B	D	Composite Bond & Stock Fund/Murphey Favre	11.6	29.3	7.4	36	53	4.00r	1.26‡
•B	•D	Convertible Yield Secs/AIM Distributor	—*	18.8	5.9	22	6	6.50	1.50
•F	•B	Country Capital Income Fund/Country Capital	—*	25.9	8.7	4	18	5.00	1.49
B	D	Dodge & Cox Balanced Fund/Dodge & Cox	11.7	29.0	6.0	22	22	none	0.76
D	C	Dreyfus Special Income Fund/Dreyfus	11.3	20.7	7.7	105	21	none	0.85‡
D	A+	Eaton Vance High Yield/Eaton Vance	8.8	30.3	11.7	24	16	6.75	1.05
D	B	Eaton Vance Income Fund of Boston/Eaton Vance	11.3	33.1	10.5	39	17	8.50	1.24
B	C	Eaton Vance Investors Fund/Eaton Vance	13.7	31.2	6.2	216	59	8.50	0.89
C	B	Federated Stock & Bond Fund[29]/Federated	12.8	26.5	6.2	27	3	none	1.52
B	B	Franklin Custodian-Income/Franklin	17.3	39.6	10.0	103	56	7.25	0.73
•A	•C	GPM Fund/Trusteed	—*	28.4	3.2	5	50	none	1.49
C	C	IDS Mutual/IDS	11.7	31.3	8.1	1,127	13	5.00	0.61‡
A+	D	Kemper Total Return Fund/Kemper	16.8	26.4	4.3	315	28	8.50	0.77
C	C	Keystone Custodian K-1/Keystone	11.5	24.9	6.7	291	358	4.00r	1.18‡
C	D	Loomis-Sayles Mutual Fund/NEL	11.6	34.7	5.7	104	27	none	0.85
D	A	Lord Abbett Income Fund/Lord Abbett	10.9	29.3	11.0	64	34	8.50	0.90
C	C	Mass Income Development Fund/Mass Financial	13.0	33.3	6.5	225	20	7.25	0.82
D	•B	Merrill Lynch Equi-Bond I Fund/ML Fund	—*	29.6	5.6	16	17	4.50b	1.50
		Merrill Lynch Phoenix Fund/ML Funds	—*	25.7	5.9	99	–5	6.50	1.17
D	B	Mutual of Omaha Income Fund/Mutual of Omaha	9.4	27.4	8.0	62	38	8.00	0.85
C	A	National Income Fund/National Secs	15.3	31.2	10.5	60	12	7.25	1.02
A	C	National Total Return Fund/National Secs	16.2	28.9	6.1	166	29	7.25	0.98
F	B	Newton Income Fund/Newton	6.6	17.5	9.5	12	70	none	1.66‡
F	B	Nicholas Income Fund/Nicholas	7.0	27.2	11.4	23	54	none	1.00

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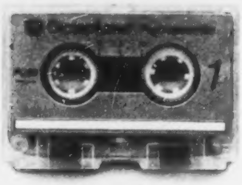
Table of distributors, showing addresses and phone numbers, begins on p. 150.

Smallest wonder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1985 Fund Ratings

Balanced funds

Performance in UP markets	Performance in DOWN markets	Fund/distributor	Investment results: Average annual total return 1976-85	Latest 12 months: total return	Latest 12 months: return from income dividends
		50/50 composite of stock and bond indexes	11.0%	30.0%	8.7%
		FORBES balanced fund composite	12.5%	28.6%	7.3%
		Phoenix Balanced Fund/Phoenix	—*	34.6%	7.4%
B	B	Phoenix Convertible Fund/Phoenix	15.3%	21.3	6.2
C	A	Provident Fund for Income/American Cap	13.1	13.7	7.7
A	C	Putnam Convertible Income-Growth Trust[30]/Putnam	16.3	29.4	6.1
B	D	George Putnam Fund of Boston/Putnam	12.2	31.0	7.9
D	A+	Putnam Income Fund/Putnam	9.9	30.7	11.1
		Rea-Graham Fund/Rea-Graham	—*	28.0	3.9
D	B	Scudder Income Fund/Scudder	8.5	29.7	10.3
D	B	Seligman Income Fund/Seligman	12.7	35.3	9.2
C	B	Sentinel Balanced Fund/Equity Services	13.1	37.6	6.5
C	C	Sigma Trust Shares/Delfi Capital	12.4	32.4	5.9
A	C	Sogen International Fund/Sogen	17.0	21.7	4.4
D	A	Southwestern Investors Income Fund/Tenneco	9.0	27.8	9.7
A	F	SteinRoe Total Return Fund/Stein Roe	9.8	30.3	6.1
		Strong Investment Fund/Strong	—*	16.5	4.1
		Strong Total Return Fund/Strong	—*	20.1	3.4
		Unified Income Fund/Unified	—*	22.5	9.0
A	F	Unified Mutual Shares Fund/Unified	12.3	36.8	4.0
B	D	United Continental Income Fund/Waddell & Reed	14.5	40.9	6.1
•D	•A	USAA Mutual-Income Fund/USAA	—*	30.5	10.3
		Vanguard Star Fund/Vanguard	—*	—*	—*
D	A	Wellesley Income Fund/Vanguard	12.9	37.1	9.3
B	D	Wellington Fund/Vanguard	13.2	33.7	6.6

Bond & preferred stock

The funds below buy mostly preferred stocks, government bonds and corporate bonds. Such funds are appropriate for individuals, especially if put in a tax-deferred IRA-type account. But the ones that invest pri-

Not rated	Fund/distributor	Investment results: Average annual total return 1976-85	Latest 12 months: total return	Latest 12 months: return from income dividends
	Age High Income Fund/Franklin	10.5%	25.0%	13.2%
	Alliance Bond Fund-High Grade/Alliance	7.7	31.6	10.4
	Alliance Bond Fund-High Yield/Alliance	—*	—*	—*
	Alliance Mortgage Secs Income Fund/Alliance	—*	26.2	12.2
	American Capital Bond Fund/closed end	9.5	24.8	10.8

Total return is for 9/30/76 to 6/30/85. Funds are added to this guide when they exceed $5 million in net assets and deleted when they drop below $2 million. Stock and balanced funds are rated only if in operation since 11/30/80. *Fund not in operation for full period. •Fund rated for two periods only; maximum allowable grade A. ‡Fund has 12b-1 plan pending or in force *(see story, p. 82)*. [30]Formerly Putnam Convertible Fund. NA: Not applicable or not available.

Table of distributors, showing addresses and phone numbers, begins on p. 150.

Total assets		Maximum sales charge	Annual expenses per $100
6/30/85 (millions)	% change '85 vs '84		
$82	21%	8.50%	$0.83
70	19	8.50	0.90
101	0	7.25	0.72
143	218	8.50	1.01
306	19	8.50	0.63
166	23	6.75	0.79
16	62	8.50	2.28
150	42	none	1.02
94	30	7.25	0.78
16	31	8.50	0.83
31	29	8.50	1.00‡
47	15	none	1.34
11	18	none	1.30
113	30	none	0.74
203	123	1.00	1.20
185	211	1.00	1.30
9	25	none	0.65
13	39	none	0.58
81	74	8.50	0.83‡
130	55	none	0.73
36	—	none	NA
156	59	none	0.71
720	28	none	0.59

marily in preferred stocks are designed to offer tax advantages to corporate investors, and are not for individuals.

Total assets		Maximum sales charge	Annual expenses per $100
6/30/85 (millions)	% change '85 vs '84		
$171	140%	4.00%	0.80
7	−13	5.50	1.01
36	—	5.50	NA
399	67	5.50	0.80
204	17	NA	0.78

Value Line gives you all this plus three bond funds and two cash funds and there's never a sales charge.

12/31/74	6/30/85
Value Line Leveraged Growth Investors	+1,210.2%
Value Line Special Situations	+711.2%
Value Line Fund	+625.4%
Value Line Income Fund	+559.0%
S&P 500 Average	+362.5%

The manager of this Fund Family and its affiliates have more than $100 million of their own money invested in it. Doesn't it make sense to invest with people who place their money where they are asking you to put yours? Return the coupon today or call our 24-hour, toll-free number 1-800-633-2252 and ask for operator 289.

NOTE: These percentage gains reflect the reinvestment of all distributions. The 10½-year period covered started at a relatively low point in the stock market as measured by the stock averages. This period was selected to compare the recovery of a widely followed but unmanaged index with that of the professionally managed Value Line Funds. Past performance is not indicative of future results.

Please send a prospectus and report on the fund(s) I have selected on the following list.
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☐ **Value Line Leveraged Growth Investors**
☐ **Value Line Special Situations Fund**
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☐ **Value Line Convertible Fund**
☐ **Value Line Income Fund**
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☐ **Value Line Bond Fund**
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1985 Fund Ratings

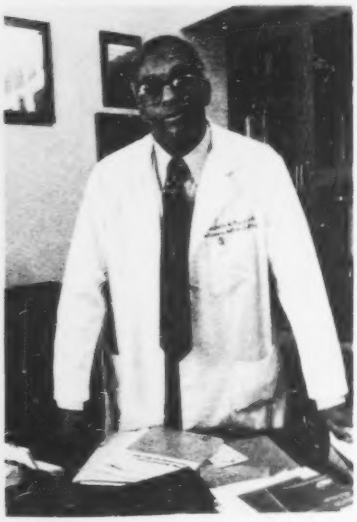
Bond & preferred stock

		Investment results						
		Average	Latest 12 months		Total assets			
Not rated	Fund/distributor	annual total return 1976-85	total return	return from income dividends	6/30/85 (millions)	% change '85 vs '84	Maximum sales charge	Annual expenses per $100
	Merrill Lynch gov't/corporate bond index	9.5%	29.0%	13.1%				
	FORBES bond and preferred stock composite	9.3%	26.2%	10.8%				
	American Capital Corp Bond Fund/American Cap	8.7%	28.9%	11.8%	$ 95	19%	8.50%	$0.80
	American Capital Government Secs/American Cap	—*	—	—*	2,219	—	6.75	1.08‡
	American Capital High Yield Inv/American Cap	—*	27.5	12.6	468	26	6.75	0.71
	American Investors Income Fund/American Invest	10.4	16.8	12.3	20	23	none	1.55
	American National Bond Fund/Securities Mgmt	—*	23.0	10.5	5	19	5.00	1.00
	AMEV US Govt Secs Fund[31]/AMEV Investors	9.3	25.0	11.5	15	18	8.50	1.07
	Axe-Houghton Income Fund/Axe-Houghton	10.0	35.7	10.2	37	24	8.00	1.09
	Babson Bond Trust/Jones & Babson	8.8	24.7	10.9	48	30	none	0.92
	Bond Fund of America/American Funds	10.2	28.6	10.9	403	26	8.50	0.66
	Boston Co Managed Income Fund[32]/Boston Co	—*	24.3	9.7	9	72	none	1.50
	Bull & Bear High Yield Fund/Bull & Bear	—*	23.5	13.5	34	285	none	1.18
	Bullock High Income Shares[33]/Bullock	—*	19.8	14.7	116	51	7.25	1.10
	Bullock Monthly Income Shares[34]/Bullock	8.6	33.8	10.2	42	22	8.50	1.18
	Bullock US Government Income Shares/Bullock	—*	—*	—*	12	—	5.00	NA‡
	Bunker Hill Income Securities/closed end	8.9	22.6	12.7	43	11	NA	0.92
	Calvert Fund-Income[35]/Calvert	—*	32.9	10.2	12	66	none	0.75‡
	Capital Preservation Treasury Note/Benham	—*	16.2	9.3	16	50	none	1.00
	Carnegie Govt Secs Trust-Intermediate/Carnegie	—*	23.0	10.8	16	28	4.00	1.00
	Cigna High Yield Fund/Cigna	—*	25.4	12.9	114	50	5.00	0.88‡
	Circle Income Shares/closed end	9.4	23.6	11.4	31	14	NA	0.90
	CNA Income Shares/closed end	9.5	26.5	11.3	55	15	NA	1.14
	Colonial Enhanced Mortgage Trust/Colonial	—*	—*	—*	14	—	4.75	NA‡
	Colonial Govt Securities Plus Trust/Colonial	—*	25.8	9.9	1,400	251	6.75	0.95‡
	Colonial High Yield Securities/Colonial	9.9	25.2	13.0	105	29	6.75	1.14
	Colonial Income Fund/Colonial	8.7	27.7	11.9	145	4	6.75	0.95
	Columbia Fixed Income Secs Fund/Columbia	—*	24.5	11.6	57	76	none	1.05‡
	Composite Income Fund/Murphey Favre	7.5	29.8	12.4	14	306	4.00	1.19‡
	Composite US Govt Securities/Murphey Favre	—*	18.7	11.8	37	NM	4.00	0.08‡
	Criterion Bond-US Govt High Yield/Criterion	—*	—*	—*	216	—	6.75	0.33‡
	Criterion Bond-Investment Quality/Criterion	—*	35.8	11.2	87	27	4.50	1.01‡
	Current Income Shares/closed end	8.6	39.6	10.4	40	25	NA	0.90
	Dean Witter High Yield Secs/Dean Witter	—*	22.9	13.3	573	37	5.50	0.69
	Dean Witter US Govt Secs Trust/Dean Witter	—*	18.7	11.5	3,447	256	5.00b	1.35‡
	Delchester Bond Fund/Delaware	—*	28.7	13.0	60	47	8.50	0.90
	Drexel Bond Debenture Trading Fund/closed end	10.5	41.8	10.3	49	28	NA	1.16
	Drexel Series-Government Secs/Drexel Burnham	—*	—*	—*	45	—	5.00b	2.33‡
	Dreyfus A Bonds Plus/Dreyfus	9.6	29.8	10.5	155	64	none	0.94
	Eaton Vance Govt Obligations Trust/Eaton Vance	—*	—*	—*	172	—	6.75	NA‡
	Excelsior Income Shares/closed end	7.9	31.3	10.7	39	21	NA	1.01

Total return is for 9/30/76 to 6/30/85. Funds are added to this guide when they exceed $5 million in net assets and deleted when they drop below $2 million. *Fund not in operation for full period. ‡Fund has 12b-1 plan pending or in force *(see story, p. 82)*. [31]Formerly St. Paul Income Fund. [32]Formerly Boston Co Govt Income Fund. [33]Formerly High Income Shares. [34]Formerly Monthly Income Shares. [35]Formerly Calvert Income Fund. b: Includes back-end load. NA: Not applicable or not available. NM: Not meaningful.

Table of distributors, showing addresses and phone numbers, begins on p. 150.

You can help us raise the colorectal cancer cure rate.



"If everyone over 50 had checkups for colorectal cancer, the cure rate could be as high as 75%," says Dr. LaSalle D. Leffall, Jr., past president, American Cancer Society. "You can't cure it if you don't know you have it." But if it's detected early, the cure rate for colorectal cancer is very high. Your doctor can perform the digital and proctoscopic exams, and you take care of the simple stool blood test at home.

Since men and women are equally affected by this disease, we urge everyone over 50 to get regular checkups.

The warning signs for colorectal cancer are a change in bowel habits and blood in the stool.

People with a family history of colon or rectal cancer or ulcerative colitis are at higher risk and are urged to be doubly cautious.

Checkup Guidelines for men and women over 50 without symptoms:
- digital exam annually
- stool blood test annually
- procto exam every 3 to 5 years after 2 negative tests 1 year apart.

No one faces cancer alone.

AMERICAN CANCER SOCIETY®

1985 Fund Ratings

Bond & preferred stock

Not rated	Fund/distributor	Investment results Average annual total return 1976-85	Latest 12 months total return	return from income dividends
	Merrill Lynch gov't/corporate bond index	9.5%	29.0%	13.1%
	FORBES bond and preferred stock composite	9.3%	26.2%	10.8%
	Federated GNMA Trust/Federated	—*	28.9%	11.5%
	Federated High Income Secs Fund/Federated	—*	26.9	12.7
	Federated Income Trust/Federated	—*	28.0	11.5
	Federated Intermediate Govt Trust/Federated	—*	22.7	11.0
	Federated Short-Intermediate Govt Trust/Federated	—*	17.9	11.2
	Fidelity Corporate Bond Fund/Fidelity	8.6%	26.7	11.5
	Fidelity Government Securities Fund/Fidelity	—*	23.1	10.8
	Fidelity High Income Fund/Fidelity	—*	29.6	12.7
	Fidelity Mortgage Secs Fund/Fidelity	—*	—*	—*
	Fidelity Thrift Trust/Fidelity	11.2	29.1	10.8
	Financial Bond Shares-High Yield/Financial Prog	—*	31.4	11.9
	Financial Bond Shares-Select Inc[36]/Financial Prog	—*	24.2	10.6
	First Investors Bond Appreciation/First Investors	—*	19.7	10.6
	First Investors Fund for Income/First Investors	9.4	18.1	14.1
	First Investors Government Fund/First Investors	—*	—*	—*
	Fort Dearborn Income Securities/closed end	8.8	41.2	10.0
	FPA New Income/Angeles/Quinoco	9.0	33.3	9.6
	Franklin Custodian-US Govt/Franklin	6.8	28.3	12.3
	Fund for US Govt Securities/Federated	8.4	26.8	11.5
	GIT Income Trust-A-Rated/GIT	—*	31.8	10.5
	GIT Income Trust-Maximum Income/GIT	—*	25.4	12.8
	John Hancock Bond Trust/Hancock	8.2	31.0	10.4
	John Hancock Income Securities/closed end	9.2	33.2	10.4
	John Hancock Investors/closed end	9.6	31.4	10.9
	John Hancock US Govt Guaranteed Mort/Hancock	—*	—*	—*
	John Hancock US Govt Secs Trust[37]/Hancock	8.1	23.3	9.5
	Hatteras Income Securities/closed end	9.8	32.0	11.0
	High Yield Securities/AIM Distributor	—*	17.2	12.6
	Hutton Investment-Bond & Income/Hutton	—*	29.9	11.2
	Hutton Investment-Govt Secs/Hutton	—*	17.8	9.9
	IDS Bond Fund/IDS	9.4	23.8	12.0
	IDS Extra Income Fund/IDS	—*	22.0	13.2
	IDS Selective Fund/IDS	9.6	23.9	11.4
	IDS Strategy Fund-Income/IDS	—*	24.5	10.1
	INA Investment Securities/closed end	8.5	21.1	11.0
	Independence Square Income Secs/closed end	9.7	36.7	11.2
	InterCapital Income Securities/closed end	9.4	31.4	11.6
	Investment Portfolio-Govt Plus/Kemper	—*	—*	—*

Total return is for 9/30/76 to 6/30/85. Funds are added to this guide when they exceed $5 million in net assets and deleted when they drop below $2 million. *Fund not in operation for full period. ‡Fund has 12b-1 plan pending or in force *(see story, p. 82).* [36] Formerly Financial Bond Shares-Bond Shares Portfolio. [37] John Hancock US Govt Secs Fund. b: Includes back-end load. NA: Not applicable or not available. NM: Not meaningful.

Table of distributors, showing addresses and phone numbers, begins on p. 150.

Total assets 6/30/85 (millions)	Total assets % change '85 vs '84	Maximum sales charge	Annual expenses per $100
$246	36%	none	$0.53
196	31	6.50%	1.08‡
157	11	none	0.49
264	77	none	0.36
886	NM	none	0.27
185	38	none	0.79
127	74	none	0.85
574	119	none	0.85
112	—	1.00	0.75‡
204	82	none	0.73
9	424	4.00	0.43
9	28	none	0.23
126	48	7.25	1.08
1,162	36	8.50	0.89
50	—	7.25	0.03
92	27	NA	0.87
5	20	none	1.54
4,663	176	4.00	0.54
222	364	none	1.18‡
6	87	none	0.89‡
10	164	none	0.93‡
924	39	8.50	0.79
139	19	NA	0.74
137	19	NA	0.73
82	—	8.50	1.18
127	24	8.50	0.97
48	20	NA	0.99
88	0	6.50	0.97
196	29	5.00b	1.91‡
1,788	765	5.00b	1.65‡
1,302	23	3.50	0.63‡
475	332	5.00	0.93‡
817	15	5.00	0.62‡
30	NM	5.00b	0.83‡
80	16	NA	0.98
30	24	NA	1.06
188	21	NA	0.69
506	—	6.00b	2.19‡

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12.8% for the 10 years ended 12/31/84

18.0% for the 15 years ended 12/31/84

†See page 6 of the current prospectus.

INTERNATIONAL INVESTORS INC. outperformed all U.S. equity mutual funds monitored by Lipper Analytical Services, Inc. for the 15 years ended December 31, 1984. During this period gold and gold mining shares fluctuated cyclically in a long-term bull market. Although past performance is no guarantee of future results and III's net asset value will fluctuate, Management believes that the long-term gold bull market will continue.

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This Fund maintains a flexible approach to investing, taking only reasonable risks and emphasizing consistent returns. This approach allows you to benefit from the stability and safety provided by income-producing investments and still participate in the stock market when opportunities arise.

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- Average annual compounded return from 12/31/81 (inception) through 6/30/85: + 26.5%, for a total 3½ year return of 127.4% (assuming the reinvestment of all dividends).
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1985 Fund Ratings

Bond & preferred stock

		Investment results						
		Average annual total return	Latest 12 months		Total assets			
Not rated	Fund/distributor	1976-85	total return	return from income dividends	6/30/85 (millions)	% change '85 vs '84	Maximum sales charge	Annual expenses per $100
	Merrill Lynch gov't/corporate bond index	**9.5%**	**29.0%**	**13.1%**				
	FORBES bond and preferred stock composite	**9.3%**	**26.2%**	**10.8%**				
	Investment Portfolio-High Yield/Kemper	—*	23.5%	10.9%	$ 37	671%	6.00b	$2.23‡
	Investment Trust of Boston-High Income Plus/ITB	—*	24.6	11.8	18	124	7.25	1.50
	JP Income Fund/Jefferson-Pilot	—*	36.4	10.6	20	4	8.00	0.85
	Kemper High Yield Fund/Kemper	—*	25.7	12.2	224	24	6.75	0.72
	Kemper Inc & Cap Preservation Fund/Kemper	9.2%	26.4	12.2	126	31	6.00	0.69
	Kemper US Govt Secs Fund/Kemper	—*	25.0	11.8	585	158	4.00	0.62
	Keystone Custodian B-1/Keystone	9.7	30.4	10.3	82	42	4.00r	1.08‡
	Keystone Custodian B-2/Keystone	10.4	25.9	11.1	204	116	4.00r	1.04‡
	Keystone Custodian B-4/Keystone	11.0	19.6	12.7	657	67	4.00r	0.88‡
	Lexington GNMA Income Fund/Lexington	6.8	24.9	11.2	41	80	none	1.22‡
	LG Investment-LG US Govt Secs/Leshner	—*	14.3	2.8	24	634	4.00	0.99
	Liberty Fund/Neuberger	7.8	23.9	9.0	9	16	none	2.00
	Lincoln National Direct Placement Fund/closed end	13.6	31.6	10.1	62	18	NA	1.00
	Lord Abbett Bond Debenture Fund/Lord Abbett	11.2	23.5	11.5	250	31	8.50	0.71
	Mass Financial Bond Fund/Mass Financial	9.2	28.8	10.5	266	18	7.25	0.84
	Mass Financial High Income Trust/Mass Financial	—*	20.5	13.4	469	36	7.25	0.87
	Mass Financial International-Bond/Mass Financial	—*	17.1	7.4	38	7	7.25	1.40
	MassMutual Corporate Investors/closed end	14.7	21.2	10.1	113	9	NA	1.29
	MassMutual Income Investors/closed end	9.0	26.2	12.0	119	13	NA	1.01
	Merrill Lynch Corp Bond-High Income/ML Funds	—*	25.0	12.3	284	24	4.00	0.84
	Merrill Lynch Corp Bond-High Quality/ML Funds	—*	31.7	10.9	132	17	4.00	0.85
	Merrill Lynch Corp Bond-Intermediate/ML Funds	—*	28.0	10.8	38	40	2.00	0.50
	Merrill Lynch Federal Secs Trust/ML Funds	—*	—*	—*	2,375	—	6.25	0.64‡
	MFS Government Guaranteed Secs/Mass Financial	—*	—*	—*	177	—	4.75	1.29‡
	Midwest Income-Intermediate Term Govt/Leshner	—*	18.6	10.0	32	31	none	1.11‡
	Montgomery Street Income Securities/closed end	8.8	32.3	10.9	148	19	NA	0.89
	Mutual of Omaha America Fund/Mutual of Omaha	8.1	23.9	9.9	22	24	none	1.11
	Mutual of Omaha Interest Shares/closed end	8.6	27.4	10.8	85	19	NA	0.82
	National Bond Fund/National Secs	9.1	27.8	13.9	329	54	7.25	1.04
	National Federal Securities Trust/National Secs	—*	—*	—*	232	—	6.75	0.21
	National Preferred Fund/National Secs	11.4	29.4	9.4	4	8	7.25	1.19
	Nationwide Bond Fund/Nationwide	—*	27.3	10.7	9	65	7.50	0.73
	NEL Income Fund/NEL	7.7	24.1	9.9	37	11	8.00	0.83
	North Star Bond Fund/North Star	—*	32.3	10.1	23	27	none	0.70
	Northeast Investors Trust/Northeast Inves	9.8	33.9	12.0	209	36	none	0.74
	Oppenheimer High Yield Fund/Oppenheimer Inv	—*	18.1	14.0	475	22	6.75	0.93
	Oppenheimer Retire-US Govt Secs/Oppenheimer Inv	—*	—*	—*	5	—	8.50	NA
	Pacific American Income Shares/closed end	9.7	36.0	10.1	86	22	NA	0.90

Total return is for 9/30/76 to 6/30/85. Funds are added to this guide when they exceed $5 million in net assets and deleted when they drop below $2 million. *Fund not in operation for full period. ‡Fund has 12b-1 plan pending or in force *(see story, p. 82)*. b: Includes back-end load. r: Includes redemption fee that reverts to fund. NA: Not applicable or not available.

Table of distributors, showing addresses and phone numbers, begins on p. 150.

1985 Fund Ratings

Bond & preferred stock

Not rated	Fund/distributor	Investment results: Average annual total return 1976-85	Latest 12 months: total return	Latest 12 months: return from income dividends	Total assets: 6/30/85 (millions)	Total assets: % change '85 vs '84	Maximum sales charge	Annual expenses per $100
	Merrill Lynch gov't/corporate bond index	9.5%	29.0%	13.1%				
	FORBES bond and preferred stock composite	9.3%	26.2%	10.8%				
	PaineWebber Fixed Inc-GNMA/PaineWebber	—*	—*	—*	$711	—	4.25%	$1.02
	PaineWebber Fixed Inc-High Yield/PaineWebber	—*	—*	—*	74	—	4.25	0.88
	PaineWebber Fixed Inc-Invest Grade/PaineWebber	—*	—*	—*	76	—	4.25	0.64
	Phoenix High Quality Bond Fund/Phoenix	—*	26.2%	9.5%	4	7%	7.00	1.55
	Phoenix High Yield Fund/Phoenix	—*	23.2	12.3	62	37	7.00	0.91
	Pilgrim GNMA Fund/Pilgrim	—*	—*	—*	11	—	4.00	1.00‡
	Pilgrim High Yield Trust[38]/Pilgrim	10.3%	23.8	11.1	12	68	4.00	1.33‡
	Pioneer Bond Fund/Pioneer	—*	23.7	10.8	18	25	8.50	1.00
	T Rowe Price High Yield Fund/Price	—*	—*	—*	154	—	none	1.00
	T Rowe Price New Income Fund/Price	9.8	17.7	11.3	788	27	none	0.64
	T Rowe Price Short-Term Bond Fund/Price	—*	15.4	10.2	56	202	none	0.90
	PRO Income Fund/PRO	8.1	19.8	9.8	20	–1	none	1.28‡
	Prudential-Bache Adjustable Rate Pfd Stk/Pru-Bache	—*	14.6	9.7	246	11	none	1.15‡
	Prudential-Bache Govt Plus Fund/Pru-Bache	—*	—*	—*	1,952	NM	5.00b	NA‡
	Prudential-Bache Govt Secs-Inter Term/Pru-Bache	—*	23.4	9.8	37	–10	none	0.84‡
	Prudential-Bache High Yield Fund/Pru-Bache	—*	24.8	12.9	31	–86	5.00b	0.90‡
	Prudential-Bache Quality Income Fund/Pru-Bache	—*	23.6	10.1	36	42	5.00b	1.65‡
	Putnam High Income Government Trust/Putnam	—*	—*	—*	411	—	6.75	NA‡
	Putnam High Yield Trust/Putnam	—*	22.9	14.4	1,142	94	6.75	0.64
	Putnam US Govt Guaranteed Secs/Putnam	—*	25.6	12.1	261	212	4.75	NA
	Revere AE Capital Fund[39]/closed end	8.8	14.9	9.6	38	6	NA	1.38
	RPF of America-Bond Fund/Venture	—*	20.8	12.3	23	704	5.00r	1.50‡
	St Paul Securities/closed end	8.6	26.1	11.5	103	16	NA	0.94
	Scudder Target Fund-General 1990/Scudder	—*	26.9	8.2	11	40	none	1.00
	Security Bond Fund/Security	8.9	26.9	12.3	37	23	none	0.85
	Seligman High Inc-High Yield Bond/Seligman	—*	—*	—*	8	—	4.75	NA‡
	Seligman High Inc-Secured Mortgage/Seligman	—*	—*	—*	23	—	4.75	NA‡
	Seligman High Inc-US Govt Guaranteed/Seligman	—*	—*	—*	19	—	4.25	NA‡
	Sentinel Bond Fund/Equity Services	—*	25.7	10.7	16	27	8.50	0.74
	Shearson High Yield Fund/Shearson	—*	24.8	12.9	218	50	5.00	0.83
	Shearson Managed Governments/Shearson	—*	—*	—*	905	—	5.00	0.85
	Sigma Income Shares/Delfi Capital	8.8	35.3	9.6	21	25	8.50	0.83
	Smith, Barney-Income Return/Smith Barney	—*	—*	—*	10	—	2.50	NA
	Smith, Barney-US Govt Secs/Smith Barney	—*	—*	—*	128	—	5.75	0.43
	State Mutual Securities/closed end	9.0	28.4	11.1	87	14	NA	1.12
	SteinRoe Bond Fund/Stein Roe	—*	28.2	10.3	135	56	none	0.70
	Thomson McKinnon Income Fund/Thomson	—*	23.8	11.4	122	211	5.00b	2.40‡
	Transamerica Income Shares/closed end	9.7	34.3	10.6	109	21	NA	0.69
	20th Century US Govt Investors/20th Century	—*	19.6	10.1	65	8	none	1.01
	UMB Bond Fund/Jones & Babson	—*	24.5	4.5	10	63	none	0.87

Funds are added to this guide when they exceed $5 million in net assets and deleted when they drop below $2 million. *Fund not in operation for full period. ‡Fund has 12b-1 plan pending or in force *(see story, p. 82)*. [38] Formerly Magna Income Trust. [39] Formerly Paul Revere Investors. b: Includes back-end load. r: Includes redemption fee that reverts to fund. NA: Not applicable or not available. NM: Not meaningful.

Table of distributors, showing addresses and phone numbers, begins on p. 150.

Bond & preferred stock

Not rated	Fund/distributor	Investment results: Average annual total return 1976-85	Investment results: Latest 12 months: total return	Investment results: Latest 12 months: return from income dividends	Total assets: 6/30/85 (millions)	Total assets: % change '85 vs '84	Maximum sales charge	Annual expenses per $100
	Merrill Lynch gov't/corporate bond index	9.5%	29.0%	13.1%				
	FORBES bond and preferred stock composite	9.3%	26.2%	10.8%				
	United Bond Fund/Waddell & Reed	8.8%	30.7%	11.5%	$323	19%	8.50%	$0.73‡
	United Govt Secs Fund/Waddell & Reed	—*	22.7	10.9	62	615	4.00	0.76
	United High Income Fund/Waddell & Reed	—*	27.8	12.8	755	57	8.50	0.83‡
	USLife Income Fund/closed end	10.3	36.7	11.3	53	21	NA	1.36
	Value Line Bond Fund/Value Line	—*	31.8	10.2	67	38	none	0.92
	Van Kampen Merritt US Govt Fund/Van Kampen	—*	23.2	12.5	616	NM	4.75	0.88
	Vanguard Fixed Income Secs-GNMA/Vanguard	—*	29.4	11.3	522	161	none	0.58
	Vanguard Fixed Income Secs-High Yield/Vanguard	—*	25.9	13.6	367	177	none	0.65
	Vanguard Fixed Income Secs-Inv Grade/Vanguard	9.7	30.7	12.3	176	147	none	0.62
	Vanguard Fixed Income Secs-ST/Vanguard	—*	21.9	10.3	143	21	none	0.62
	Vanguard Qualified Dividend Port II/Vanguard	9.4*	38.2	11.3	81	91	none	0.66
	Vanguard Qualified Dividend Port III/Vanguard	—*	16.3	9.9	153	7	none	NA
	Venture Income (+) Plus/Venture	—*	24.0	14.8	42	45	8.50	1.35
	Vestaur Securities/closed end	9.8	33.7	10.6	76	23	NA	1.10
	Yes Fund/Great American	—*	20.5	14.0	129	279	3.75	107‡

Municipal bond funds

Municipal bond funds in existence since June 1980 are graded according to their five-year total return (price appreciation plus reinvested dividends) as computed by Lipper Analytical Services. The best of the lot, Colonial Tax Exempt High-Yield Trust, averaged 16% a year; the median tax-free fund, 8%. In choosing, consider risk as well as performance grade. High-yield portfolios are riskier than most; short-term portfolios are safer.

Long-term performance	Fund/distributor	Investment results: Date started	Investment results: Latest 12 months: total return**	Investment results: Latest 12 months: return from income dividends**	Total assets: 6/30/85 (millions)	Total assets: % change '85 vs '84	Maximum sales charge	Annual expenses per $100
B	American Capital Muni Bond Fund/American Cap	11/76	23.3%	8.3%	$97	52%	4.75%	$0.80
D	Babson Tax-Free Income-Long Term/Jones & Babson	2/80	25.0	8.3	16	34	none	0.91
C	Babson Tax-Free Income-Short Term/Jones & Babson	2/80	13.8	6.7	10.3	56	none	0.92
	Benham Calif Tax-Free-Intermediate/Benham	11/83	16.0	6.9	53	109	none	1.00
	Benham Calif Tax-Free-Long-Term/Benham	11/83	22.2	8.3	78	250	none	1.00
	Benham National Tax-Free-Long Term/Benham	8/84	—*	—*	9	—	none	NA
	Bull & Bear Tax-Free Income Fund/Bull & Bear	3/84	25.9	8.6	8	159	none	0.82
C	Bullock Tax-Free Shares/Bullock	2/77	24.9	8.4	75	42	4.75	1.12
	California Tax Exempt Bonds/National Secs	5/83	24.2	8.5	42	78	5.25	0.56
	Calvert Tax Free Reserves-Long-Term/Calvert	9/83	24.2	8.3	45	124	none	0.71

Total return is for 9/30/76 to 6/30/85. Funds are added to this guide when they exceed $5 million in net assets and deleted when they drop below $2 million. *Fund not in operation for full period. ‡Fund has 12b-1 plan pending or in force *(see story, p. 82)*. ***Performance data: Lipper Analytical Services.* NA: Not applicable or not available. NM: Not meaningful.

Table of distributors, showing addresses and phone numbers, begins on p. 150.

Look what USO is Doing Today for Those Far From Home!

For those of us in the service and our families too, USO is like a shopping list. We just pick out which of the many things USOs offer to help us: classes, tours, recreation events, family group meetings, child care co–ops, ticket services, snack bars, language sessions, crafts groups, community projects, intercultural events, travel assistance, holiday programs, phone call service… and much more.

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1985 Fund Ratings

Municipal bond funds

			Investment results	
			Latest 12 months	
Long-term performance	Fund/distributor	Date started	total return**	return from income dividends**
	Shearson Lehman municipal bond index	—	26.1%	9.9%
	FORBES municipal bond composite	—	22.5%	7.8%
	Calvert Tax-Free Reserves-Limited/Calvert	4/81	11.0%	6.5%
	Cigna Municipal Bond Fund/Cigna	3/77	22.0	8.9
A+	Colonial Tax-Exempt High Yield Trust††/Colonial	11/78	25.2	13.0
	Columbia Municipal Bond Fund/Columbia	7/84	—*	—*
C	Composite Tax-Exempt Bond Fund/Murphey Favre	1/77	24.9	8.4
D	Country Capital Tax Exempt Bond/Country Capital	11/78	2[illegible].0	7.4
	DBL Tax-Free Cash Fund-Ltd Term/Drexel	4/85	—*	—*
	Dean Witter California Tax-Free/Dean Witter	7/84	—*	—*
	Dean Witter NY Tax-Free Income/Dean Witter	4/85	—*	—*
A	Dean Witter Tax-Exempt Secs/Dean Witter	3/80	24.6	9.7
	DMC Tax-Free Income-USA/Delaware	1/84	27.1	9.2
C	DMC Tax-Free Income-PA/Delaware	3/77	22.0	8.9
	Dreyfus Calif Tax Exempt Bond/Dreyfus	7/83	20.6	8.2
	Dreyfus General Tax Exempt Bond Fund/Dreyfus	3/84	23.1	9.0
	Dreyfus Intermediate Tax Exempt Bond/Dreyfus	8/83	18.1	7.8
	Dreyfus NY Tax Exempt Bond Fund/Dreyfus	7/83	22.7	8.1
C	Dreyfus Tax Exempt Bond Fund/Dreyfus	10/76	22.6	8.7
B	Eaton Vance Muni Bond Fund/Eaton Vance	3/78	26.2	8.6
	Empire Builder Tax Free Bond Fund/ITB	6/84	22.0	7.5
C	Federated Tax-Free Income Fund/Federated	10/76	24.2	8.5
	Fidelity CalFree-Muni Bond/Fidelity	7/84	—*	—*
	Fidelity CalFree-Short Term/Fidelity	7/84	—*	—*
B	Fidelity High Yield Municipals/Fidelity	12/77	25.4	8.7
B	Fidelity Limited-Term Municipals/Fidelity	4/77	20.7	7.4
	Fidelity Mass Tax-Free-Muni Bond‡/Fidelity	11/83	25.8	8.8
D	Fidelity Municipal Bond Fund/Fidelity	8/76	24.8	8.1
	Fidelity NY Tax-Free Muni Bond/Fidelity	7/84	—*	—*
	Fidelity NY Tax-Free Short Term/Fidelity	7/84	—*	—*
	Financial Tax-Free Income Shares/Financial Prog	8/81	25.6	8.4
	First Investors New York Tax Free/First Investors	6/84	—*	6.2
A	First Investors Tax Exempt Fund/First Investors	8/77	24.2	8.1
D	Franklin California Tax-Free Income Fund/Franklin	2/77	21.5	8.9
	Franklin Federal Tax-Free Income/Franklin	9/83	26.1	9.2
	Franklin Michigan Insured Tax-Free Inc/Franklin	4/85	—*	—*
	Franklin NY Tax-Free Income Fund/Franklin	9/82	23.0	9.1
	GIT Tax-Free Trust High Yield/GIT	12/82	23.9	8.2
D	John Hancock Tax-Exempt Income Trust/Hancock	1/77	23.8	8.8
	Hawaiian Tax-Free Trust/STCM	2/85	—*	—*
	Hutton California Municipal Fund/Hutton	6/83	23.4	8.2

Total return is for 9/30/76 to 6/30/85. Funds are added to this guide when they exceed $5 million in net assets and deleted when they drop below $2 million. *Fund not in operation for full period. ‡Fund has 12b-1 plan pending or in force *(see story, p. 82).* ***Performance data: Lipper Analytical Services.* ††Formerly Colonial Tax Managed

Table of distributors, showing addresses and phone numbers, begins on p. 150.

Total assets		Maximum sales charge	Annual expenses per $100
6/30/85 (millions)	% change '85 vs '84		
$63	26%	none	$0.96
173	26	5.00%	0.67‡
470	4	4.75	0.79‡
38	—	2.00r	0.96‡
57	10	none	1.05‡
5	15	5.00	1.46
9	—	1.50	1.00‡
124	—	5.00b	0.23‡
40	—	5.00b	NA‡
361	183	4.00	0.68
87	312	4.75	0.80
99	75	4.75	0.81
559	146	none	0.76
13	600	none	6.89‡
569	137	none	0.82
694	155	none	0.76
2,590	39	none	0.70
25	52	3.75	0.80
15	508	4.75	1.50
138	210	none	1.14‡
55	—	none	1.00
26	—	none	0.30
1,340	71	none	0.53
264	49	none	0.79
173	262	none	0.89
812	33	none	0.53
45	—	none	1.00
55	—	none	0.30
85	42	none	0.65
31	NM	7.25	0.43
437	51	7.25	1.21
2,821	53	4.00	0.52
109	NM	4.00	0.85
9	—	4.00	NA
585	191	4.00	0.60
34	35	none	1.28‡
213	24	8.50	0.72
28	—	4.00	0.65
98	79	4.00	0.93

Trust. ††Formerly Fidelity Mass Tax-Free-Muni Bond† b: Includes back-end load. r: Includes redemption fee that reverts to fund. NA: Not applicable or not available. NM: Not meaningful.

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1985 Fund Ratings

Municipal bond funds

		Investment results						
		Average	Latest 12 months		Total assets			
Long-term performance	Fund/distributor	Date started	total return**	return from income dividends**	6/30/85 (millions)	% change '85 vs '84	Maximum sales charge	Annual expenses per $100
	Shearson Lehman municipal bond index	—	**26.1%**	**9.9%**				
	FORBES municipal bond composite	—	**22.5%**	**7.8%**				
	Hutton National Municipal Fund/Hutton	6/83	28.3%	9.2%	$452	148%	4.00%	$0.80
	Hutton New York Municipal Fund/Hutton	6/83	22.3	8.4	119	122	4.00	0.93
A	**IDS High Yield Tax-Exempt Fund/IDS**	5/79	23.4	8.9	2,093	46	5.00	0.63‡
B	**IDS Tax-Exempt Bond Fund/IDS**	12/76	23.9	8.5	561	31	5.00	0.65‡
	Investment Trust of Boston Mass T-F Income/ITB	3/84	21.6	8.2	28	110	4.75	1.24
	Kemper Calif Tax-Free Income Fund/Kemper	1/83	25.1	8.4	85	66	4.50	0.79
A	**Kemper Muni Bond Fund/Kemper**	4/76	25.6	8.4	594	40	4.75	0.58
B	**Keystone Tax Free Fund/Keystone**	1/78	22.3	8.7	640	185	4.00r	1.08‡
	Lord Abbett Tax-Free-National/Lord Abbett	4/84	24.3	8.9	53	479	4.75	0.59
	Lord Abbett Tax-Free-NY/Lord Abbett	4/84	22.8	8.7	44	315	4.75	0.59
A	**Merrill Lynch Muni Bond-High Yield/ML Funds**	11/79	22.4	9.4	618	64	4.00	0.60
B	**Merrill Lynch Muni Bond-Insured/ML Funds**	11/77	22.2	8.9	922	45	4.00	0.72
D	**Merrill Lynch Muni Bond-Ltd Maturity/ML Funds**	11/79	8.7	6.8	429	2	1.00	0.43
	MFS Managed High Yield Muni/Mass Finl	2/84	16.1	10.0	232	526	4.75	1.12
	MFS Managed M-S Tax-Exempt-Md/Mass Finl	11/84	—*	—*	20	—	4.75	0.95‡
	MFS Managed M-S Tax-Exempt-Mass/Mass Finl	11/84	—*	—*	31	—	4.75	0.95‡
	MFS Managed M-S Tax-Exempt-NC/Mass Finl	11/84	—*	—*	33	—	4.75	0.95‡
	MFS Managed M-S Tax-Exempt-SC/Mass Finl	11/84	—*	—*	6	—	4.75	0.95‡
	MFS Managed M-S Tax-Exempt-Virginia/Mass Finl	11/84	—*	—*	51	—	4.75	0.95‡
	MFS Managed M-S Tax-Exempt-W Va/Mass Finl	11/84	—*	—*	13	—	4.75	0.95‡
A	**MFS Managed Muni Bond Trust/Mass Financial**	10/76	24.6	8.1	412	46	4.75	0.75
	Midwest Group Tax Free-Limited Term/Leshner	9/81	10.7	5.9	11	-26	none	1.01‡
D	**Mutual of Omaha Tax-Free Inc/Mutual of Omaha**	1/77	26.2	8.6	138	37	8.00	0.67
C	**National Secs Tax Exempt Bonds/National Secs**	11/76	26.0	8.6	46	37	5.25	0.83
A	**NEL Tax Exempt Bond Fund/NEL**	5/77	25.3	7.2	78	11	4.50	0.78
B	**Nuveen Muni Bond Fund/Nuveen**	11/76	24.7	7.3	441	41	none	0.73
	Oppenheimer NY Tax Exempt/Oppenheimer Inv	8/84	—*	—*	21	—	4.50	0.97
A	**Oppenheimer Tax-Free Bond/Oppenheimer Inv**	10/76	24.6	8.2	82	32	4.50	0.82
	PaineWebber Tax-Exempt Income/PaineWebber	12/84	—*	—*	79	—	4.25	0.18
	Park Ave NY Tax Exempt Intermediate/Dreyfus	11/84	—*	—*	8	—	none	NA‡
	T Rowe Price Tax-Free High Yield Fund/Price	3/85	—*	—*	52	—	none	1.00
B	**T Rowe Price Tax-Free Income Fund/Price**	11/76	15.6	7.8	1,052	22	none	0.63
	T Rowe Price Tax-Free Short-Intermediate/Price	12/83	11.1	6.4	90	124	none	0.90
	Prudential-Bache California Municipal/Pru-Bache	9/84	—*	—*	41	—	4.00b	0.63‡
A	**Prudential-Bache High Yield Municipals/Pru-Bache**	6/80	24.1	8.9	337	46	4.00b	0.74‡
	Prudential-Bache Muni-Arizona/Pru-Bache	9/84	—*	—*	17	—	4.00b	0.90‡
	Prudential-Bache Muni-Georgia/Pru-Bache	9/84	—*	—*	13	—	4.00b	0.80‡
	Prudential-Bache Muni-Maryland/Pru-Bache	1/85	—*	—*	9	—	4.00b	0.50‡

Total return is for 9/30/76 to 6/30/85. Funds are added to this guide when they exceed $5 million in net assets and deleted when they drop below $2 million. *Fund not in operation for full period. ‡Fund has 12b-1 plan pending or in force *(see story, p. 82).* ***Performance data: Lipper Analytical Services.* b: Includes back-end load. r: Includes redemption fee that reverts to fund. NA: Not applicable or not available.

Table of distributors, showing addresses and phone numbers, begins on p. 150.

Municipal bond funds

		Investment results						
		Average	Latest 12 months		Total assets			
Long-term performance	Fund/distributor	Date started	total return**	return from income dividends**	6/30/85 (millions)	% change '85 vs '84	Maximum sales charge	Annual expenses per $100
	Shearson Lehman municipal bond index	—	26.1%	9.9%				
	FORBES municipal bond composite	—	22.5%	7.8%				
	Prudential-Bache Muni-Mass/Pru-Bache	9/84	—*	—*	$ 14	—	4.00b	$0.88‡
	Prudential-Bache Muni-Michigan/Pru-Bache	9/84	—*	—*	15	—	4.00b	0.80‡
	Prudential-Bache Muni New York/Pru-Bache	9/84	—*	—*	103	—	4.00b	1.21‡
	Prudential-Bache Muni-N Carolina/Pru-Bache	2/85	—*	—*	7	—	4.00b	0.50‡
	Prudential-Bache Muni-Ohio/Pru-Bache	9/84	—*	—*	20	—	4.00b	1.27‡
	Putnam California Tax Exempt Income/Putnam	6/83	22.1%	8.8%	429	49%	4.75	0.65
A	**Putnam Tax Exempt Income Fund/Putnam**	11/76	22.4	8.5	178	66	4.75	0.68
	Quality Tax Free Bond/Criterion	6/83	24.8	8.1	25	52	4.50	1.33
	Safeco California Tax Free Income Fund/Safeco	8/83	26.3	7.9	14	71	none	0.80
	Safeco Municipal Bond Fund/Safeco	11/81	27.5	8.6	104	101	none	0.68
	Scudder California Tax-Free Fund/Scudder	7/83	24.5	7.9	95	142	none	0.99
B	Scudder Managed Municipal Bonds/Scudder	10/76	26.6	8.2	585	31	none	0.61
	Scudder New York Tax-Free Fund/Scudder	7/83	20.9	7.8	76	149	none	1.01
	Scudder Tax-Free Target 1987/Scudder	4/83	11.6	6.3	27	102	none	0.93
	Scudder Tax-Free Target 1990/Scudder	4/83	15.2	7.3	48	151	none	0.83
	Scudder Tax-Free Target 1993/Scudder	4/83	19.2	7.6	40	172	none	0.89
D	**Selected Tax-Exempt Bond Fund/Prescott, Ball**	10/77	23.7	7.8	6	27	none	0.64
	Seligman Calif T-E-High Yield/Seligman	11/84	—*	—*	28	—	4.50	0.28‡
	Seligman Calif T-E-Quality/Seligman	11/84	—*	—*	21	—	4.50	0.36‡
	Seligman Tax-Exempt-Massachusetts/Seligman	11/83	22.6	8.2	59	209	4.75	0.81
	Seligman Tax Exempt-Michigan/Seligman	7/84	—*	—*	36	—	4.75	0.88
	Seligman Tax-Exempt-Minnesota/Seligman	11/83	24.7	8.1	50	141	4.75	0.87
	Seligman Tax Exempt-National/Seligman	11/83	26.6	8.4	42	133	4.75	0.91
	Seligman Tax-Exempt-New York/Seligman	11/83	22.9	8.0	32	115	4.75	0.77
	Seligman Tax-Exempt-Ohio/Seligman	11/83	24.1	8.3	47	193	4.75	0.85
	Shearson California Municipals/Shearson	4/84	22.8	8.6	64	300	5.00	0.33
	Shearson Managed Municipals/Shearson	3/81	23.5	8.7	320	65	5.00	0.69
	Shearson New York Municipals/Shearson	1/84	23.6	8.2	89	102	5.00	0.77
D	**Sigma Tax-Free Bond Fund/Delfi Capital**	8/79	28.9	7.7	8	49	4.75	1.16
	State Bond Tax Exempt Fund/State Bond	5/84	20.0	8.2	7	NM	4.50	1.00
	SteinRoe High Yield Muni/Stein Roe	3/84	24.6	9.0	63	409	none	0.80
A	SteinRoe Tax-Exempt Bond Fund/Stein Roe	2/77	26.6	8.4	299	50	none	0.64
A	Tax-Exempt Bond of America/American Funds	10/79	21.9	7.7	138	31	4.75	0.67
D	United Muni Bond Fund/Waddell & Reed	11/76	27.6	8.4	274	45	4.00	0.69‡
	USAA Tax-Exempt-High Yield/USAA	3/82	24.2	9.1	347	117	none	0.56
	USAA Tax-Exempt-Intermediate Term/USAA	3/82	19.6	8.5	122	74	none	0.64
	USAA Tax-Exempt-Short Term/USAA	3/82	11.5	7.0	85	29	none	0.70
	Value Line Tax Exempt-High Yield/Value Line	3/84	25.3	9.6	67	NM	none	0.17
	Van Kampen Merritt Insured Tax Free/Van Kampen	1/85	—*	—*	94	—	4.75	1.05

Total return is for 9/30/76 to 6/30/85. Funds are added to this guide when they exceed $5 million in net assets and deleted when they drop below $2 million. *Fund not in operation for full period. ***Performance data: Lipper Analytical Services.* ‡Fund has 12b-1 plan pending or in force *(see story, p. 82).* b: Includes back-end load. NM: Not meaningful.

Table of distributors, showing addresses and phone numbers, begins on p. 150.

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1985 Fund Ratings

Municipal bond funds

			Investment results	
			Latest 12 months	
Long-term performance	Fund/distributor	Date started	total return**	return from income dividends**
	Shearson Lehman municipal bond index		26.1	9.9%
	FORBES municipal bond composite		22.5%	7.8%
B	Vanguard Muni Bond-High Yield/Vanguard	12/78	25.3%	9.0%
	Vanguard Muni Bond-Insured Long-Term/Vanguard	9/84	—*	—*
D	Vanguard Muni Bond-Intermediate-Term/Vanguard	9/77	21.7	8.3
C	Vanguard Muni Bond-Long-Term/Vanguard	9/77	25.2	8.8
C	Vanguard Muni Bond-Short-Term/Vanguard	9/77	8.8	6.6
	Venture Muni (+) Plus/Venture	10/84	—*	—*

Money market funds

Money market funds make short-term investments to generate income without variation in principal. Our listing of money market funds is divided into three categories: funds that invest primarily in U.S. Treasury and federal agency obligations, funds that buy federally tax-exempt paper and funds without

			Investment results	
			Latest 12 months	
Portfolio average maturity (days)	Fund/distributor	Date started	total return	return from income dividends
Money market funds specializing in U.S. government paper				
58	Active Assets Govt Secs Trust/Dean Witter	7/81	—	8.6%
28	Alliance Govt Reserves-US Govt/Alliance	7/79	—	8.5
4	AMEV Govt Money Fund[‡2]/AMEV Investors	10/82	—	8.1
58	Automated Govt Money Trust/Federated	8/82	—	8.9
58	Boston Co Government Money Fund/Boston Co	5/82	—	8.3
28	Alex Brown Cash Reserves-Govt/Brown & Sons	4/82	—	8.8
59	Capital Preservation Fund/Benham	10/72	—	8.8
2	Capital Preservation Fund II/Benham	6/80	—	8.4
43	Cardinal Government Secs Trust/Ohio Company	9/80	—	9.1
26	Carnegie Govt Securities-MM/Carnegie	4/80	—	8.6
32	Cash Equivalent Fund-Govt Secs/Kemper	12/81	—	8.6
46	Centennial Government Trust/Centennial	11/81	—	7.9
60	CMA Government Securities Fund/MLPF&S	8/81	—	9.0
36	Command Government Fund/Pru-Bache	2/82	—	8.7
57	Cortland Trust-US Govt Fund/Cortland	7/85	—	—*
40	Current Interest-US Govt/Criterion	9/82	—	8.7
37	Daily Cash Government Fund/Centennial	3/82	—	8.2

Funds are added to this guide when they exceed $5 million in net assets and deleted when they drop below $2 million. *Fund not in operation for full period. †Most funds are no load. Some funds are offered as part of an integrated financial service account which has a minimum initial investment. ‡Fund has 12b-1 plan pending or in

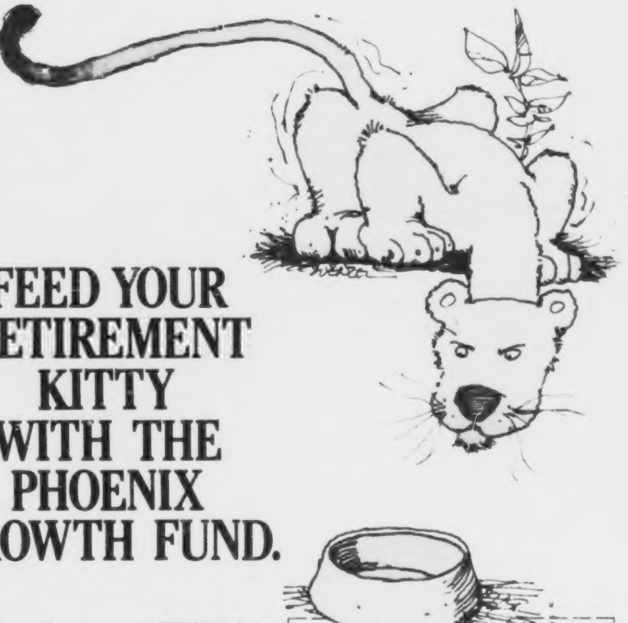
Table of distributors, showing addresses and phone numbers, begins on p. 150.

Total assets 6/30/85 (millions)	Total assets % change '85 vs '84	Maximum sales charge	Annual expenses per $100
$430	—	none	$0.41
287	—	none	0.41
379	108%	none	0.41
412	65	none	0.41
499	44	none	0.41
4	–42	5.00r	2.00‡

restrictions (general money market funds). Short-term municipal bond funds are listed in the municipal bond table beginning on page 131.

Total assets 6/30/85 (millions)	Total assets % change '85 vs '84	Minimum initial investment	Annual expenses per $100
$160	41%	none†	$0.77‡
223	36	$1,000	1.00‡
5	0	1,000	1.00
1,367	93	100,000	0.55‡
25	–42	1,000	0.93
142	82	1,500	0.53‡
1,878	14	1,000	0.79
498	–17	5,000	0.84
404	15	1,000	0.75
170	8	1,000	0.68
481	11	1,000	0.64‡
9	–22	none†	1.15‡
1,855	33	none†	0.53‡
102	19	none†	0.81‡
34	—	1,000	NA‡
67	28	1,000	0.86‡
54	–30	500	0.86‡

force *(see story, p. 82).* ***Performance data: Lipper Analytical Services.* [42]Formerly Prime Government Money Fund. NA: Not available. r: Includes redemption fee that reverts to fund.



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1985 Fund Ratings

Money market funds

Portfolio average maturity (days)	Fund/distributor	Investment results						
		Date started	Latest 12 months total return	Latest 12 months return from income dividends	Total assets 6/30/85 (millions)	Total assets % change '85 vs '84	Minimum initial investment	Annual expenses per $100
	FORBES government money fund companies			8.6%				
	FORBES tax-free money fund composite			5.3%				
	FORBES general money fund composite			8.9%				
Money market funds specializing in U.S. government paper								
66	DBL Cash Fund-Govt Securities/Drexel	3/82	—	8.9%	$ 192	4%	$ 1,000	$0.73‡
59	Dean Witter/Sears US Govt MM/Dean Witter	2/82	—	8.9	411	26	1,000	0.99‡
47	Delaware Treasury Reserves/Delaware	4/82	—	8.5	52	–8	1,000	0.90
71	Dreyfus MM Instruments-Govt Securities/Dreyfus	5/79	—	9.1	1,012	14	2,500	0.64
47	Equitable MM Account-Govt Securities/Bullock	2/85	—	—*	5	—	1,000	NA‡
33	Fidelity MM Trust-US Govt/Fidelity	5/79	—	9.0	837	24	100,000	0.42
41	Fidelity MM Trust-US Treasury/Fidelity	4/81	—	8.8	214	–23	100,000	0.42
37	Fidelity US Government Reserves/Fidelity	11/81	—	8.7	366	–4	1,000	0.77
38	Financial Planners Federal Secs Fund/Steadman	2/80	—	6.9	5	–31	1,000	2.20‡
25	First Trust MM Fund-Government/First Trust	12/82	—	9.0	20	101	none†	0.64‡
40	First Variable Rate Fund for Govt Income/Calvert	12/76	—	8.9	619	1	2,000	0.96
1	Franklin Federal Money Fund/Franklin	5/80	—	7.9	137	–3	500	0.96
39	Fund for Govt Investors/Fairmont	3/75	—	9.0	897	–8	2,500	0.70
24	GEICO Invest-Govt Securities Cash/GEICO	2/82	—	8.7	78	–8	1,000	0.74
1	GIT Cash Trust-Govt Money Market/GIT	12/82	—	8.3	6	–8	2,000	0.87‡
25	Government Investors Trust/GIT	7/79	—	8.7	282	–13	2,000	1.06
42	Gradison US Government Trust/Gradison	4/82	—	8.3	25	–2	1,000	1.00‡
50	High Yield Cash Trust[43]/Federated	6/82	—	7.4	52	–14	25,000	1.33
22	Hilliard-Lyons Government Fund/Hilliard	1/81	—	8.6	112	–1	3,000	0.73
58	Hutton Government Fund/Hutton	6/82	—	9.0	1,032	27	10,000	0.71‡
32	Kemper Govt MM Fund/Kemper	11/81	—	8.6	91	0	1,000	0.85
36	Kidder Peabody Govt Money Fund/Kidder	5/83	—	8.7	136	51	1,500	0.73
3	Lehman Govt Fund/Lehman	10/81	—	8.9	458	34	2,500	0.61
86	Lexington Govt Secs MM Fund/Lexington	1/82	—	8.5	17	–8	1,000	1.00‡
68	Liberty US Govt MM Trust/Federated	8/79	—	8.7	2,732	–11	500	0.88
47	MAP Government Fund/Mutual Benefit	1/83	—	8.0	16	73	1,000	0.76
25	Mass Cash Management-Govt/Mass Financial	2/82	—	8.5	32	4	1,000	0.71
48	Merrill Lynch Government Fund/ML Boston	9/77	—	9.1	1,690	20	5,000	0.42‡
59	Merrill Lynch USA Govt Reserves/ML Funds	11/82	—	9.0	221	59	5,000	0.87‡
42	Midwest Income Trust-Short Term Govt/Leshner	12/74	—	8.4	147	–2	1,000	0.98‡
31	Money Management Plus-Government[44]/Calvert	11/82	—	8.4	6	15	2,000	0.90‡
31	National Liquid Reserves-Govt/Smith Barney	5/84	—	8.7	68	79	1,000	0.60
97	NEL Cash Management Trust-US Govt/NEL	6/82	—	8.8	42	38	1,000	0.75
47	Neuberger & Berman Govt Money/Neuberger	11/83	—	8.6	34	205	2,000	0.75
25	Oppenheimer US Govt Trust/Oppenheimer Inv	7/82	—	8.0	8	–4	1,000	1.50‡

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Table of distributors, showing addresses and phone numbers, begins on p. 150.

Money market funds

		Investment results						
			Latest 12 months		Total assets			
Portfolio average maturity (days)	Fund/distributor	Date started	total return	return from income dividends	6/30/85 (millions)	% change '85 vs '84	Minimum initial investment	Annual expenses per $100
	FORBES government money fund companies			8.6%				
	FORBES tax-free money fund composite			5.3%				
	FORBES general money fund composite			8.9%				
Money market funds specializing in U.S. government paper								
86	Pacific Horizon Funds-Govt/Dreyfus	3/84	—	9.0%	$559	418%	$1,000	$0.60‡
46	PaineWebber RMA-US Govt/Paine Webber	10/82	—	8.7	178	27	none†	0.77
11	Pinnacle Govt-Short Term[45]/Pinnacle	10/80	—	7.7	8	63	1,000	0.80‡
45	T Rowe Price US Treasury Money Fund/Price	6/82	—	8.5	164	–2	1,000	0.94
5	PRO Money Fund-Treasury[46]/PRO	3/82	—	7.5	6	–16	2,000	1.63‡
41	Prudential-Bache Govt Secs-MM/Pru-Bache	1/82	—	8.8	266	24	1,000	0.70‡
1	Renaissance Assets Trust-Govt/First of Mich	7/82	—	9.1	79	248	1,000	0.55‡
1	Reserve CPA-Government/Reserve Partner	10/82	—	8.5	17	–8	1,000	1.00‡
9	Reserve Fund-Government/Reserve Partner	10/81	—	8.5	257	–6	1,000	0.97‡
58	Scudder Government Money Fund/Scudder	11/81	—	8.5	142	8	1,000	0.82
18	Seligman Cash Management-Govt/Seligman	9/82	—	8.4	18	7	1,000	0.78
62	Shearson FMA Govt Fund/Shearson	2/82	—	8.9	280	43	none†	0.73
69	Shearson Government & Agencies/Shearson	10/80	—	9.1	1,448	57	2,500	0.63
52	Short Term Income Fund-Govt/Reich & Tang	11/82	—	8.6	161	2	5,000	0.83‡
12	Sigma Govt Securities Fund/Delfi Capital	9/80	—	8.2	8	–6	500	0.93‡
39	SteinRoe Govt Reserves/Stein Roe	9/82	—	8.1	31	–9	2,500	1.00
41	Strategic Treasury Positions/Strategic	11/81	—	8.2	8	–15	1,000	1.01‡
42	Tucker Anthony Govt Secs Fund/Tucker Anthony	2/82	—	8.6	115	31	2,500	0.82
41	UMB Money Market-Federal/Jones & Babson	11/82	—	8.9	116	30	1,000	0.51
46	United Services-US Treasury Secs[47]/United Svcs	2/82	—	8.8	105	3	500	1.07
84	USAA Mutual-Federal Secs MM/USAA	1/83	—	8.5	32	27	1,000	0.94
45	Vanguard MM Trust-Federal/Vanguard	7/81	—	9.1	495	18	1,000	0.48
29	Vantage Government/Smith Barney	10/82	—	8.6	62	59	20,000	0.67
Tax-free money market funds								
33	Active Assets Tax-Free Trust/Dean Witter	7/81	—	5.5	640	107	none†	0.67‡
56	Alliance Tax-Exempt Reserves/Alliance	1/83	—	5.5	306	127	1,000	0.85‡
57	Babson Tax-Free Income Fund-MM/Jones & Babson	2/81	—	5.3	8	172	1,000	0.99
8	Benham Calif Tax Free Trust-MM/Benham	11/83	—	5.1	91	109	1,000	1.00
16	Benham National Tax-Free-Money Market/Benham	8/84	—	—*	25	—	1,000	NA
66	Boston Co Massachusetts Tax Free/Boston Co	7/83	—	5.2	100	89	1,000	0.55‡
58	Boston Co Tax Free Money/Shearson	8/83	—	5.3	12	10	1,000	0.45
100	Calvert Tax-Free Reserves-MM/Calvert	4/81	—	5.8	284	72	2,000	0.76
22	Cardinal Tax Exempt Money Trust/Ohio Company	9/83	—	5.3	34	48	1,000	0.75‡
22	Carnegie Tax Free Income Trust/Carnegie Fund	8/82	—	5.2	125	107	5,000	0.76

Funds are added to this guide when they exceed $5 million in net assets and deleted when they drop below $2 million. *Fund not in operation for full period. †Most funds are no load. Some funds are offered as part of an integrated financial service account which has a minimum initial investment. ‡Fund has 12b-1 plan pending or in force *(see story, p. 82)*. [45]Formerly Florida Mutual US Govt Secs. [46]Formerly The Money Fund of US Treas Secs. [47]Formerly US Treasury Securities Fund. NA: Not available.

Table of distributors, showing addresses and phone numbers, begins on p. 150.

1985 Fund Ratings

Money market funds

		Investment results						
			Latest 12 months		Total assets			
Portfolio average maturity (days)	Fund/distributor	Date started	total return	return from income dividends	6/30/85 (millions)	% change '85 vs '84	Minimum initial investment	Annual expenses per $100
	FORBES government money fund companies			8.6%				
	FORBES tax-free money fund composite			5.3%				
	FORBES general money fund composite			8.9%				
Tax-free money market funds								
35	Centennial Tax Exempt Trust/Centennial	9/81	—	5.1%	$ 50	–15%	none†	$0.75‡
68	Cigna Tax-Exempt Cash Fund/Cigna	10/82	—	5.0	13	22	$5,000	0.50‡
55	CMA Tax-Exempt Fund/MLPF&S	1/81	—	5.0	4,709	51	none†	0.46‡
38	Command Tax-Free Fund/Pru-Bache	2/82	—	5.5	351	112	none†	0.74‡
86	Connecticut Daily Tax Free Income/Reich & Tang	5/85	—	—*	22	—	5,000	NA‡
20	Cortland Trust-Tax-Free Money Market/Cortland	6/85	—	—*	39	—	1,000	NA‡
36	Current Interest Tax Free/Criterion	5/83	—	4.8	64	39	1,000	0.94‡
32	Daily Cash Tax Exempt Fund/Centennial	1/81	—	5.2	132	22	500	0.80‡
31	Daily Tax Free Income Fund/Reich & Tang	11/82	—	5.2	922	88	5,000	0.85‡
70	DBL Tax-Free Cash Fund/Drexel	4/83	—	5.4	320	127	1,000	0.70‡
41	Dean Witter/Sears Tax-Free Daily Inc/Dean Witter	2/81	—	5.5	574	95	5,000	0.74‡
60	Delaware Tax-Free Money Fund/Delaware	9/81	—	5.2	52	19	5,000	0.86
71	Dreyfus General Tax Exempt MM/Dreyfus	12/83	—	5.4	224	354	2,500	0.93‡
66	Dreyfus Tax Exempt MM Fund/Dreyfus	8/80	—	5.4	2,283	31	5,000	0.58
11	Eaton Vance Tax-Free Reserves/Eaton Vance	12/82	—	5.2	47	92	1,000	0.60
113	Empire Tax Free Money Market/Reich & Tang	5/84	—	5.4	39	NM	5,000	0.47‡
26	Equitable Tax-Free Account/Bullock	6/83	—	5.1	8	–55	1,000	0.89‡
48	Federated Tax-Free Trust/Federated	3/79	—	5.4	3,453	11	25,000	0.45
43	Fidelity Massachusetts Tax-Free-MM/Fidelity	11/83	—	5.0	112	80	2,500	0.76
59	Fidelity Tax-Exempt MM Trust/Fidelity	1/80	—	5.6	3,536	44	10,000	0.37
40	Financial Tax-Free Money Fund/Financial Prog	10/83	—	5.5	9	188	1,000	0.30
46	First Investors Tax Exempt MM/First Investors	6/83	—	6.0	40	58	1,000	0.12‡
44	First Trust Tax Free Fund/First Trust	9/83	—	4.8	15	247	none†	0.65‡
35	Franklin Tax-Exempt Money Fund/Franklin	2/82	—	5.1	85	36	500	0.85
104	Fund for Tax-Free Invest-MM/Fairmont	9/83	—	5.2	24	38	2,500	0.72
43	GIT Tax-Free Trust-Money Market/GIT	12/82	—	5.2	17	7	2,000	0.89‡
88	IDS Tax-Free Money Fund/IDS	8/80	—	5.3	70	7	2,000	0.71‡
72	Kidder Peabody Tax Exempt MM/Kidder Peabody	7/83	—	5.5	479	130	2,500	0.60
60	Landmark Tax-Free Reserves/Mass Financial	8/84	—	—*	124	—	none†	0.85‡
41	Legg Mason Tax Exempt Trust/Legg Mason	7/83	—	5.3	48	79	5,000	0.65‡
70	Lehman Tax-Free MM Fund/Lehman	10/82	—	5.4	390	48	2,500	0.61
37	Lexington Tax Free Money Fund/Lexington	10/77	—	5.6	75	32	1,000	0.76‡
67	Liquid Green Tax-Free Trust/Unified	1/82	—	4.9	17	180	1,000	0.80‡
91	Massachusetts Tax-Exempt MM/Mass Financial	2/84	—	5.2	7	71	none†	0.50
72	Midwest Group Tax Free-MM/Leshner	9/81	—	5.7	55	64	2,500	1.02‡
72	Municipal Cash Reserve Management/Hutton	5/81	—	5.6	1,550	80	10,000	0.54‡

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Table of distributors, showing addresses and phone numbers, begins on p. 150.

Money market funds

Portfolio average maturity (days)	Fund/distributor	Investment results			Total assets		Minimum initial investment	Annual expenses per $100
		Date started	Latest 12 months total return	return from income dividends	6/30/85 (millions)	% change '85 vs '84		
	FORBES government money fund companies			8.6%				
	FORBES tax-free money fund composite			5.3%				
	FORBES general money fund composite			8.9%				
Tax-free money market funds								
22	Municipal Working Capital Trust[48]/Mass Financial	3/80	—	4.9%	$12	–4%	$1,000	$1.00
84	NEL Tax Exempt MM Fund/NEL	4/83	—	5.1	32	51	1,000	0.34
64	Neuberger & Berman Tax-Free Money/Neuberger	12/84	—	—*	88	—	2,000	0.50‡
47	Nuveen Tax-Exempt MM Fund/Nuveen	4/81	—	5.6	1,950	40	25,000	0.41
29	Nuveen Tax-Free Reserves/Nuveen	11/82	—	5.3	126	54	1,000	0.75‡
58	Paine Webber RMA Tax-Free/Paine Webber	10/82	—	5.1	484	75	none†	0.60
43	Park Ave NY Tax Exempt MM/Dreyfus	11/84	—	—*	94	—	2,500	0.19‡
35	Parkway Tax-Free Reserve Fund/Parkway	3/81	—	5.0	35	11	1,000	1.00‡
82	T Rowe Price Tax-Exempt Money Fund/Price	4/81	—	5.6	1,050	34	1,000	0.61
115	Prudential-Bache Muni-NY MM/Pru-Bache	4/85	—	—*	11	—	1,000	NA‡
63	Prudential-Bache Tax-Free Money Fund/Pru-Bache	8/79	—	5.3	339	129	1,000	0.84‡
57	Reserve NY Tax-Exempt-NY/Reserve Partner	11/83	—	5.6	67	396	1,000	0.44‡
58	Reserve Tax-Exempt-Interstate/Reserve Partner	11/83	--	6.0	189	361	1,000	0.40‡
62	Reserve Tax-Exempt-Conn/Reserve Partner	4/85	—	—*	44	—	1,000	NA‡
27	LF Rothschild Exempt Fund/Rothschild	11/83	—	5.1	85	133	2,500	0.76
20	Safeco Tax-Free Money Market Fund/Safeco	8/84	—	—*	8	—	2,500	0.79
23	Scudder Tax-Free Money Fund/Scudder	1/80	—	5.1	257	18	1,000	0.63
4	Seligman Calif Tax-Exempt Fund/Seligman	11/84	—	—*	16	—	1,000	0.32‡
45	Shearson Daily Tax-Free Dividend/Shearson	10/82	—	5.3	452	128	5,000	0.65
40	Shearson FMA Municipal Fund/Shearson	3/82	—	5.3	538	166	none†	0.63
40	SeinRoe Tax-Exempt Money Fund/Stein Roe	3/83	—	5.3	153	8	2,500	0.60
40	Tax-Exempt MM Fund/Kemper	7/82	—	5.2	595	111	1,000	0.67‡
29	Tax-Free Accounts/Nuveen	12/83	—	5.4	167	40	none†	0.55‡
61	Tax-Free Cash Reserve-General/Brown & Sons	3/83	—	5.0	69	62	10,000	0.84‡
69	Tax-Free Instruments Trust/Federated	12/82	—	5.3	892	56	500	0.54‡
50	Tax Free Money Fund/Smith Barney	4/81	—	5.3	512	76	5,000	0.58
86	Tucker Anthony Tax-Exempt/Tucker Anthony	12/82	—	5.3	91	137	2,500	0.64
57	UMB Tax-Free MM Fund/Jones & Babson	12/82	—	5.4	35	134	1,000	0.28
89	USAA Tax Exempt-MM Fund/USAA	2/84	—	5.6	48	212	10,000	0.89
75	Value Line Tax Exempt Fund-MM/Value Line	3/84	—	5.7	18	374	1,000	0.24
77	Vanguard Muni Bond-MM/Vanguard	5/80	—	5.7	621	57	3,000	0.41
General money market funds								
63	Active Assets Money Trust/Dean Witter	7/81	—	9.4	2,083	45	none†	0.60‡
46	Alliance Capital Reserves/Alliance	7/78	—	8.8	873	7	1,000	1.00‡
22	American Capital Reserve Fund/American Cap	7/74	—	8.9	234	–41	1,000	0.88
46	American Investors Money Fund/American Invest	8/82	—	9.2	5	150	1,000	0.50
19	American National MM/Securities Mgmt	12/81	—	8.9	13	2	2,000	0.74

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Table of distributors, showing addresses and phone numbers, begins on p. 150.

1985 Fund Ratings

Money market funds

Portfolio average maturity (days)	Fund/distributor	date started	Investment results: Latest 12 months: total return	Investment results: Latest 12 months: return from income dividends	Total assets: 6/30/85 (millions)	Total assets: % change '85 vs '84	Minimum initial investment	Annual expenses per $100
	FORBES government money fund companies			8.6%				
	FORBES tax-free money fund composite			5.3%				
	FORBES general money fund composite			8.9%				
General money market funds								
32	**AMEV Money Fund[49]/AMEV Investors**	11/79	—	8.9%	$ 80	-9%	$1,000	$0.89‡
37	**Automated Cash Mgmt Trust/Federated**	5/82	—	9.2	894	78	100,000	0.55‡
20	**Axe-Houghton Money Market Fund/Axe-Houghton**	9/81	—	8.2	23	33	1,000	1.50
31	**Babson Money Market Fund-Prime/Jones & Babson**	3/80	—	8.9	58	–2	1,000	0.83
26	**Birr, Wilson Money Fund/Birr, Wilson**	3/81	—	8.4	53	–1	1,000	1.27
20	**BLC Cash Management Fund/BLC Equity**	2/83	—	8.5	26	6	1,000	0.77
50	**Boston Co Cash Mgmt Fund/Boston Co**	8/79	—	9.1	242	–6	1,000	0.84
34	**Alex Brown Cash Reserve-Prime/Brown & Sons**	8/81	—	9.0	639	6	1,500	0.58‡
27	**RC Brown Market-General[50]/Brown, RC**	6/82	—	8.6	10	–47	100	0.98
11	**Bull & Bear Dollar Reserves/Bull & Bear**	6/80	—	8.7	75	–31	1,000	1.13
38	**Calvert Social Invest Fund-MM/Calvert**	11/82	—	8.9	45	79	1,000	0.75‡
18	**CAM Fund/CAM Fund**	10/81	—	8.5	34	64	none†	1.50‡
18	**Capital Cash Management Trust/STCM**	7/74	—	8.9	95	–18	1,000	0.70‡
27	**Cash Assets Trust/STCM**	11/84	—	—*	72	—*	1,000	0.47‡
37	**Cash Equivalent Fund-MM/Kemper**	3/79	—	8.9	4,755	22	1,000	0.73‡
21	**Cash Management of America/American Funds**	11/76	—	9.1	550	–19	5,000	0.52
64	**Cash Reserve Management/Hutton**	1/77	—	9.5	4,507	6	10,000	0.57‡
39	**Centennial Money Market Trust/Centennial**	11/81	—	8.7	148	–18	none†	1.17‡
48	**Cigna Cash Fund/Cigna**	10/82	—	8.8	30	7	5000	0.79‡
49	**Cigna Money Market Fund/Cigna**	1/75	—	9.0	227	–9	500	0.54‡
56	**CMA Money Fund/ML Pierce**	9/77	—	9.3	17,006	30	none†	0.45‡
25	**Colonial Money Market Trust/Colonial**	1/81	—	9.0	11	–19	1,000	1.07
29	**Columbia Daily Income Company/Columbia**	11/74	—	8.8	444	3	1,000	0.79‡
44	**Command Money Fund/Pru-Bache**	2/82	—	9.2	1,063	33	none†	0.67‡
28	**Composite Cash Management/Murphey Favre**	11/79	—	8.7	146	–3	1,000	0.98‡
34	**Connecticut Mutual Liquid Account/Conn Mutual**	3/82	—	8.8	80	25	1,000	0.95
24	**Cortland Trust-General Money Market/Cortland**	7/85	—	—*	95	—	1,000	NA‡
25	**Country Capital Money Mkt/Country Capital**	10/81	—	8.5	22	3	1,000	1.06
34	**Current Interest-MM/Criterion**	6/74	—	8.8	841	11	1,000	0.95‡
39	**Daily Cash Accumulation Fund/Centennial**	7/78	—	8.9	2,114	–27	500	0.90‡
62	**Daily Dollar Reserves/Reich & Tang**	6/83	—	9.1	157	56	5,000	0.87‡
52	**Daily Income Fund/Reich & Tang**	7/74	—	9.0	453	–3	5,000	0.76‡
50	**Daiwa Money Fund/Daiwa**	12/81	—	8.9	29	23	2,500	0.94
66	**DBL Cash-Money Market/Drexel**	2/81	—	9.4	1,267	36	1,000	0.64‡
66	**Dean Witter/Sears Liquid Asset/Dean Witter**	9/75	—	9.4	6,516	18	5,000	0.67‡

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Table of distributors, showing addresses and phone numbers, begins on p. 150.

Money market funds

Portfolio average maturity (days)	Fund/distributor	Date started	Investment results Latest 12 months total return	Investment results Latest 12 months return from income dividends	Total assets 6/30/85 (millions)	Total assets % change '85 vs '84	Minimum initial investment	Annual expenses per $100
	FORBES government money fund companies			8.6%				
	FORBES tax-free money fund composite			5.3%				
	FORBES general money fund composite			8.9%				
General money market funds								
44	Delaware Cash Reserve/Delaware	6/78	—	9.2%	$1,424	–1%	$ 1,000	$0.81
1	Dreyfus Dollar International Fund/Dreyfus	8/83	—	9.4	578	–59	50,000	0.78‡
60	Dreyfus Liquid Assets/Dreyfus	1/74	—	9.3	8,297	6	2,500	0.69
63	Dreyfus MM Instruments Money Market/Dreyfus	4/75	—	9.3	766	–8	50,000	0.63
30	Eaton Vance Cash Mgmt Fund/Eaton Vance	1/75	—	8.9	193	1	1,000	0.71
47	EGT Money Market Trust/Eppler Guerin	4/81	—	8.6	77	0	1,000	1.20
54	Equitable MM Account-General Purpose/Bullock	10/80	—	9.0	238	–7	1,000	0.95‡
49	Fahnestock Daily Income Fund/Reich & Tang	6/81	—	8.9	145	21	1,000	0.86‡
49	FBL Money Market Fund/PFS Management	3/81	—	8.3	28	–14	500	1.34‡
45	Fidelity Cash Reserves/Fidelity	5/79	—	9.0	4,031	–1	1,000	0.86
40	Fidelity Daily Income Trust/Fidelity	5/74	—	9.0	2,499	–7	10,000	0.62
30	Fidelity MM Trust-Domestic/Fidelity	5/79	—	9.2	2,023	51	100,000	0.42
20	Financial Daily Income Shares/Financial Prog	3/76	—	9.1	220	–11	1,000	0.59
34	First American Money Fund/Dougherty	4/82	—	9.0	62	13	1,000	0.52‡
20	First Investors Cash Mgmt Fund/First Investors	10/78	—	8.8	359	0	1,000	0.93‡
36	First Trust MM Fund-General Purpose/First Trust	1/83	—	8.9	26	–8	none†	0.96‡
6	Flex-fund-MM Fund/Flex	3/85	—	—*	118	—	2,500	NA‡
17	Founders Money Market Fund/Founders	7/81	—	8.6	24	–61	1,000	0.90
28	Franklin Money Fund/Franklin	1/76	—	8.8	1,001	8	500	0.93
84	General MM Fund/Dreyfus	2/82	—	9.1	430	102	2,500	1.08‡
20	GIT Cash Trust-Regular MM/GIT	12/82	—	8.4	5	–7	1,000	1.26‡
39	Gradison Cash Reserves Trust/Gradison	5/76	—	8.9	445	7	1,000	0.77‡
27	Guardian Cash Management Trust/Guardian	9/82	—	8.8	20	74	1,000	0.50
41	John Hancock Cash Management Trust/Hancock	10/79	—	8.8	384	0	1,000	1.00
27	Home Life Money Mgmt Fund/Home Life	5/82	—	7.6	7	–5	1,000	0.75
22	Wayne Hummer Money Fund Trust/Hummer	4/82	—	8.6	69	20	1,000	1.00
60	Hutton AMA Cash Fund/Hutton	3/82	—	9.4	1,882	110	10,000	0.61‡
45	Hutton Investment-Short Term Invest/Hutton	1/82	—	9.0	107	–16	500	1.91‡
44	IDS Cash Management Fund/IDS	10/75	—	9.1	897	–4	2,000	0.67‡
42	IDS Strategy Fund-Money Market/IDS	5/84	—	7.5	10	547	2,000	1.32‡
34	Investment Portfolio-MM/Kemper	2/84	—	NA	11	24	250	NA‡
41	ED Jones Daily Passport Cash Trust/Jones & Co	5/80	—	8.8	611	18	1,000	1.03
37	Kemper Money Market Fund/Kemper	11/74	—	9.4	4,768	17	1,000	0.52
31	Keystone Liquid Trust/Keystone	7/75	—	8.6	216	–31	1,000	1.00‡
35	Kidder Peabody Premium Account/Kidder	5/82	—	9.1	418	66	25,000	0.63

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Table of distributors, showing addresses and phone numbers, begins on p. 150.

1985 Fund Ratings

Money market funds

Portfolio average maturity (days)	Fund/distributor	Date started	Investment results: Latest 12 months: total return	Investment results: Latest 12 months: return from income dividends	Total assets: 6/30/85 (millions)	Total assets: % change '85 vs '84	Minimum initial investment	Annual expenses per $100
	FORBES government money fund companies			8.6%				
	FORBES tax-free money fund composite			5.3%				
	FORBES general money fund composite			8.9%				
General money market funds								
50	Landmark Cash Reserves/Mass Financial	8/85	—	—*	$152	—	none†	$0.85‡
40	Legg Mason Cash Reserve Trust/Legg Mason	10/78	—	8.8%	227	21%	$5,000	0.90
24	Lehman Cash Mgmt Fund/Lehman	1/81	—	9.0	890	–1	2,500	0.66
72	Lexington MM Trust/Lexington	7/78	—	9.0	216	–6	1,000	0.86‡
27	Liberty Cash Management Fund/Seligman	9/82	—	8.4	29	3	1,000	1.33‡
28	Liquid Capital Income Trust/Carnegie	11/74	—	7.1	1,222	–6	1,000	0.71
36	Liquid Green Trust/Unified	11/80	—	9.0	191	22	1,000	0.91‡
28	Lord Abbett Cash Reserve Fund/Lord Abbett	7/79	—	8.8	179	–18	1,000	0.88‡
31	Managed Cash Account Trust/Mass Financial	1/82	—	8.7	30	–18	1,000	1.00‡
35	Mass Cash Management-Prime/Mass Financial	12/75	—	9.0	655	–14	1,000	0.72
30	MassMutual Liquid Assets Trust/MML Invest	8/82	—	8.9	35	20	1,000	0.90‡
45	McDonald Money Market Fund/McDonald	5/81	—	8.7	165	17	500	0.87‡
46	Merrill Lynch Institutional Fund/ML Boston	12/74	—	9.3	1,439	54	25,000	0.43‡
61	Merrill Lynch Ready Assets Trust/ML Funds	2/75	—	9.4	12,395	12	5,000	0.57‡
61	Merrill Lynch Retirement Reserves MM/ML Funds	4/82	—	9.1	1,926	55	none†	1.02
40	Midwest Income Trust-Cash Management/Leshner	1/82	—	8.8	49	1	1,000	0.97‡
35	Money Management Plus-Prime[57]/Calvert	11/82	—	9.0	25	132	2,000	0.90‡
48	Money Market Instruments Trust/Federated	3/82	—	8.6	77	–58	500	1.11‡
50	Money Market Management/Federated	1/74	—	8.9	254	–3	1,000	0.92
51	Morgan Keegan Daily Cash Trust/Morgan Keegan	12/80	—	8.7	81	34	5,000	1.18
46	Mutual of Omaha Cash Reserves/Mutual of Omaha	3/81	—	8.9	53	2	none†	0.94‡
36	Mutual of Omaha MM/Mutual of Omaha	7/79	—	9.0	268	–2	1,000	0.84
43	National Cash Reserves/National Secs	4/82	—	8.7	32	–31	1,000	1.04‡
38	National Liquid Reserves-Cash/Smith Barney	8/74	—	9.1	1,397	2	1,000	0.64
46	Nationwide Money Market Fund/Nationwide	3/80	—	8.5	465	11	1,000	0.77
58	NEL Cash Management Trust-MM/NEL	7/78	—	9.2	821	12	1,000	0.65
33	Newton Money Fund/Newton	10/81	—	8.8	13	–7	1,000	1.03‡
39	Oppenheimer MM/Oppenheimer Inv	4/74	—	9.0	914	–35	1,000	0.71
18	Oxford Cash Management Fund/Craigie	2/83	—	9.0	165	64	1,000	0.66‡
23	Pacific Horizon Funds-MM/Dreyfus	3/84	—	9.0	298	170	1,000	0.63‡
38	PaineWebber CashFund/Paine Webber	5/78	—	9.1	4,093	1	5,000	0.57
40	PaineWebber RMA Money Market/Paine Webber	10/82	—	9.1	1,194	54	none†	0.76
42	Parkway Cash Fund/Parkway	11/79	—	8.9	373	–16	1,000	0.98‡
44	Phoenix MM Fund/Phoenix	7/80	—	9.0	48	3	1,000	0.86
41	Plimoney Fund/Tenneco	3/80	—	8.7	40	–9	1,000	1.04
45	T Rowe Price Prime Reserve Fund/Price	3/76	—	9.3	3,127	7	1,000	0.61
24	Prime Cash Fund/Johnson, Lane	4/83	—	9.0	136	1	1,000	0.66‡

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Table of distributors, showing addresses and phone numbers, begins on p. 150.

Money market funds

			Investment results					
			Latest 12 months		Total assets			
Portfolio average maturity (days)	Fund/distributor	Date started	total return	return from income dividends	6/30/85 (millions)	% change '85 vs '84	Minimum initial investment	Annual expenses per $100
	FORBES government money fund companies			8.6%				
	FORBES tax-free money fund composite			5.3%				
	FORBES general money fund composite			8.9%				
General money market funds								
49	**Prudential-Bache MoneyMart Assets[52]/Pru-Bache**	6/76	—	9.3%	$3,324	13%	$1,000	$0.52‡
57	**Putnam Daily Dividend Trust/Putnam**	9/76	—	9.1	270	–2	1,000	0.85
29	**Renaissance Assets Trust-MM/First of Mich**	7/82	—	9.1	136	147	1,000	0.63‡
1	**Reserve CPA-Primary/Reserve Partner**	9/83	—	8.7	10	0	1,000	1.00‡
48	**Reserve Fund-Primary/Reserve Partner**	11/71	—	8.9	1,560	–8	1,000	0.91‡
42	**LF Rothschild Earnings & Liquidity/Rothschild**	4/82	—	8.9	336	7	2,500	0.73
25	**RPF of America-MM Fund/Venture**	9/76	—	8.1	13	49	1,000	1.23‡
25	**Safeco Money Market Mutual Fund/Safeco**	4/82	—	9.2	36	6	1,000	0.93
40	**Scudder Cash Investment Trust/Scudder**	7/76	—	8.9	1,027	4	1,000	0.66
15	**Security Cash Fund/Security**	10/80	—	8.1	47	–34	1,000	1.00
35	**Selected Money Market-General/Prescott, Ball**	10/77	—	8.5	22	–18	1,000	1.27
28	**Seligman Cash Magement-Prime/Seligman**	1/77	—	8.8	342	–21	1,000	0.94
37	**Sentinel Cash Management Fund/Equity Services**	10/81	—	8.9	39	10	1,000	0.75
25	**Sentry Cash Management Fund/Sentry**	6/81	—	8.8	27	–9	1,000	0.94
44	**Shearson Daily Dividend/Shearson**	6/79	—	9.0	3,507	–2	2,500	0.70
46	**Shearson FMA Cash Fund/Shearson**	2/82	—	9.0	1,123	71	15,000	0.70
21	**Short Term Assets Reserve/Moseley**	12/84	—	—*	74	—	1,000	0.61‡
50	**Short Term Income Fund-MM/Reich & Tang**	1/80	—	8.9	353	39	5,000	0.86‡
23	**Short-Term Yield Secs/AIM Distributor**	5/78	—	8.4	14	–20	1,250	1.00
14	**Sigma Money Market Fund/Delfi Capital**	9/80	—	8.6	7	–54	500	1.00‡
39	**Standby Reserve Fund/Cowen**	11/81	—	9.2	273	24	2,000	0.76
15	**State Bond Cash Management Fund/State Bond**	2/82	—	8.3	4	–3	1,000	1.00‡
34	**SteinRoe Cash Reserves/Stein Roe**	10/76	—	9.0	759	–19	2,500	0.72
60	**Summit Cash Reserves Fund/ML Funds**	12/82	—	9.0	495	19	5,000	0.78‡
12	**Sutro MM Fund/Sutro**	2/82	—	8.6	110	20	2,000	1.20
36	**Transamerica Cash Reserve/Transamerica**	8/80	—	9.3	239	–36	500	0.50
16	**Trinity Liquid Assets Trust/Russell**	1/83	—	9.1	275	0	1,000	0.60‡
44	**Trust for Cash Reserves/Milwaukee Co**	2/80	—	8.7	150	3	1,000	1.05
45	**Tucker Anthony Cash Mgmt Fund/Tucker Anthony**	4/81	—	8.9	470	41	2,500	0.64
15	**20th Century Cash Reserve/20th Century**	3/85	—	—*	12	—	none†	1.01
33	**UMB Money Market-Prime/Jones & Babson**	11/82	—	9.1	80	65	1,000	0.53
45	**United Cash Management/Waddell & Reed**	8/79	—	8.9	323	–7	1,000	1.06‡
35	**USAA Mutual-MM Fund/USAA**	2/81	—	9.1	259	14	1,000	0.73
48	**Value Line Cash Fund/Value Line**	4/79	—	9.1	454	–16	1,000	0.82
27	**Vanguard MM Trust-Insured/Vanguard**	2/83	—	8.6	54	75	1,000	0.90
41	**Vanguard MM Trust-Prime/Vanguard**	6/75	—	9.4	166	–87	1,000	0.48
42	**Vantage Money Market-Cash/Smith Barney**	10/82	—	9.1	290	77	none†	0.66
37	**Webster Cash Reserve/Kidder**	8/79	—	9.1	1,371	21	1,500	0.67
44	**Working Assets Money Fund/Working Assets**	8/83	—	8.3	63	200	1,000	1.10‡

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Table of distributors, showing addresses and phone numbers, begins on p. 150.

Fund distributors

Funds are listed here by distributor, the organization that markets shares of the fund and provides prospectuses. Many funds don't have a separate distributing arm. They are listed here under the name of the fund itself. Exchange privilege is marked "yes" if there is some provision for switching among funds. In some cases, the exchange is with either a fund too small to be listed or a fund belonging to a different distributor.

Illustrations by Patrick McDonnell

Fund distributor	Type of fund
Accrued Equities 295 Northern Boulevard Great Neck, NY 11021 516-466-0808* (local) Exchange privilege: No	
New Alternatives Fund	stock
Acorn Fund 120 South LaSalle Street Chicago, IL 60603 312-621-0630* (local) Exchange privilege: Yes	
Acorn Fund	stock
AFA Distributors 50 Broad Street New York, NY 10004 212-482-8100* (local) Exchange privilege: Yes	
National Aviation & Technology	stock
National Telecommunications & Technology Fund	stock
Afuture Fund Legal Arts Building Front & Lemon Streets Media, PA 19063 215-565-3131* (local) 800-523-7594 (out of state) Exchange privilege: No	
Afuture Fund	stock
AIM Distributors 11 Greenway Plaza Suite 1919 Houston, TX 77046 713-626-1919 (local) 800-231-0803 (out of state) Exchange privilege: Yes	
Convertible Yield Securities	balanced
Greenway Fund	stock
High Yield Securities	bond & preferred
Short-Term Yield Secs	money market
Summit Investor's	stock
AIM Management 107 North Adams Street Rockville, MD 20850 301-251-1002* (local) 800-638-2042 (out of state) Exchange privilege: Yes	
Dividend/Growth-Dividend Series	stock
Alliance Fund Distributors 140 Broadway New York, NY 10015 800-522-2323 (local) 800-221-5672 (out of state) Exchange privilege: Yes	
Alliance Bond Fund-High Grade	bond & preferred
Alliance Bond Fund-High Yield	bond & preferred
Alliance Capital Reserves	money market
Alliance Govt Reserves-US Govt	money market
Alliance International Fund	foreign
Alliance Mortgage Secs Income Fund	bond & preferred
Alliance Tax-Exempt Reserves	money market
Alliance Technology Fund	stock
Chemical Fund	stock
de Vegh Mutual Fund	stock
Neuwirth Fund	stock
Pine Street Fund	stock
Quasar Associates	stock
Surveyor Fund	stock
Alpha Research 2 Piedmont Center Suite 500 Atlanta, GA 30363 404-262-3480 (local) 800-241-1662 (out of state) Exchange privilege: Yes	
Alpha Fund	stock
American Capital Marketing 2800 Post Oak Boulevard Houston, TX 77056 713-993-0500* (local) 800-231-3638 (out of state) Exchange privilege: Yes	
American Capital Comstock Fund	stock
American Capital Corp Bond Fund	bond & preferred
American Capital Enterprise Fund	stock
American Capital Government Secs	bond & preferred
American Capital Harbor Fund	balanced
American Capital High Yield Investment	bond & preferred
American Capital Muni Bond Fund	municipal bond
American Capital OTC Secs	stock
American Capital Pace Fund	stock
American Capital Reserve Fund	money market
American Capital Venture Fund	stock
Fund of America	stock
Provident Fund for Income	balanced

*Will accept collect calls.

Fund distributor	Type of fund
American Funds Distributors 333 South Hope Street Los Angeles, CA 90071 213-486-9651 (local) 800-421-9900 (out of state) Exchange privilege: Yes	
AMCAP Fund	stock
American Balanced Fund	balanced
American Mutual Fund	stock
Bond Fund of America	bond & preferred
Cash Management Trust of America	money market
EuroPacific Growth Fund	foreign
Fundamental Investors	stock
Growth Fund of America	stock
Income Fund of America	stock
Investment Company of America	stock
New Economy Fund	stock
New Perspective Fund	stock
Tax-Exempt Bond Fund of America	municipal bond
Washington Mutual Investors Fund	stock
American Growth Fund Sponsors 650 17th Street Suite 800 Denver, CO 80202 303-623-6137* (local) 800-525-2406 (out of state) Exchange privilege: Yes	
American Growth Fund	stock
American Investors PO Box 2500 Greenwich, CT 06836 203-531-5000 (local) 800-243-5353 (out of state) Exchange privilege: Yes	
American Investors Fund	stock
American Investors Income Fund	bond & preferred
American Investors Money Fund	money market
AMEV Investors PO Box 64284 St Paul, MN 55125 612-738-4000* (local) 800-328-1064 (out of state) Exchange privilege: Yes	
AMEV Capital Fund	stock
AMEV Fiduciary Fund	stock
AMEV Govt Money Fund	money market
AMEV Growth Fund	stock
AMEV Money Fund	money market
AMEV US Govt Secs Fund	bond & preferred
Analytic Optioned Equity Fund 2222 Martin Street Suite 230 Irvine, CA 92715 714-833-0294* (local) Exchange privilege: No	
Analytic Optioned Equity Fund	stock
Angeles/Quinoco Securities 10301 West Pico Boulevard Los Angeles, CA 90064 213-277-4900 (local) 800-421-4374 (out of state) Exchange privilege: No	
FPA Capital Fund	stock
FPA New Income Fund	bond & preferred
FPA Paramount Fund	stock
FPA Perennial Fund	stock

Fund distributor	Type of fund
Armstrong Associates 311 North Market Street Dallas, TX 75202 214-744-5558 (local) Exchange privilege: No	
Armstrong Associates	stock
Axe-Houghton Securities 400 Benedict Avenue Tarrytown, NY 10591 914-631-8131* (local) 800-431-1030 (out of state) Exchange privilege: Yes	
Axe-Houghton Fund B	balanced
Axe-Houghton Income Fund	bond & preferred
Axe-Houghton Money Market Fund	money market
Axe-Houghton Stock Fund	stock
Bailard, Biehl & Kaiser International Fund 951 Mariner's Island Boulevard Suite 700 San Mateo, CA 94404 415-571-5800 (local) Exchange privilege: No	
Bailard, Biehl & Kaiser International	foreign
Beacon Hill Mutual Fund 75 Federal Street Boston, MA 02110 617-482-0795 (local) Exchange privilege: No	
Beacon Hill Mutual Fund	stock
Benham Capital Management 755 Page Mill Road Palo Alto, CA 94304 415-858-2400 (local) 800-227-8380 (out of state) Exchange privilege: Yes	
Benham Calif Tax-Free Trust-Intermediate	municipal bond
Benham Calif Tax-Free Trust-Long-Term	municipal bond
Benham Calif Tax-Free Trust-MM	money market
Benham National Tax-Free-Long Term	municipal bond
Benham National Tax-Free-Money Market	money market
Capital Preservation Fund	money market
Capital Preservation Fund II	money market
Capital Preservation Treasury Note	bond & preferred
Berger Associates 899 Logan Street Suite 211 Denver, CO 80203 303-837-1020 (local) Exchange privilege: Yes	
One Hundred Fund	stock
Birr, Wilson & Co 155 Sansome Street San Francisco, CA 94104 415-983-7700 (local) Exchange privilege: No	
Birr, Wilson Money Fund	money market

*Will accept collect calls.

1985 Fund Ratings

Fund distributor	Type of fund
BLC Equity Services Corp 711 High Street Des Moines, IA 50307 515-247-5711 (local) Exchange privilege: Yes	
BLC Cash Mgmt Fund	money market
BLC Growth Fund	stock
BLC Income Fund	stock
Boston Co Capital Group One Boston Place Boston, MA 02108 617-956-9740 (local) 800-343-6324 (out of state) Exchange privilege: Yes	
Boston Co Capital Appreciation Fund	stock
Boston Co Cash Mgmt Fund	money market
Boston Co Government Money Fund	money market
Boston Co Managed Income Fund	bond & preferred
Boston Co Massachusetts Tax Free	money market
Boston Co Special Growth Fund	stock
Boston Co Tax Free Money	money market
Boston Mutual Sales Corp 120 Royall Street Canton, MA 02021 617-828-7000 (local) Exchange privilege: No	
Boston Mutual Fund	stock
Bradford Trust Co of Boston PO Box 712 Boston, MA 02102 617-956-1400 (local) Exchange privilege: No	
P-C Capital Fund	stock
Bridges Investment Fund 256 Durham Plaza 8401 West Dodge Road Omaha, NE 68114 402-397-4700 (local) Exchange privilege: No	
Bridges Investment Fund	stock
Alex Brown & Sons 135 East Baltimore Street Baltimore, MD 21202 301-727-1700 (local) Exchange privilege: Yes	
Alex Brown Cash Reserve-Govt	money market
Alex Brown Cash Reserve-Prime	money market
Flag Investors-Telephone Income Shares	stock
Tax-Free Cash Reserve-General	money market
RC Brown Money Market Fund 655 Montgomery Street San Francisco, CA 94111 415-981-4050 (local) 800-722-6696 (out of state) Exchange privilege: No	
RC Brown Money Market Fund-General	money market

Fund distributor	Type of fund
Bull & Bear Group 11 Hanover Square New York, NY 10005 212-785-0900 (local) 800-431-6060 (out of state) Exchange privilege: Yes	
Bull & Bear Capital Growth Fund	stock
Bull & Bear Dollar Reserves	money market
Bull & Bear Equity-Income Fund	stock
Bull & Bear High Yield Fund	bond & preferred
Bull & Bear Tax-Free Income Fund	municipal bond
Golconda Investors	stock
Calvin Bullock 40 Rector Street New York, NY 10006 212-513-4466 (local) 800-221-5757 (out of state) Exchange privilege: Yes	
Bullock Aggressive Growth Shares	stock
Bullock Balanced Shares	balanced
Bullock Dividend Shares	stock
Bullock Growth Shares	stock
Bullock High Income Shares	bond & preferred
Bullock Monthly Income Shares	bond & preferred
Bullock Tax-Free Shares	municipal bond
Bullock US Government Income Shares	bond & preferred
Canadian Fund	foreign
Equitable MM Account-General Purpose	money market
Equitable MM Account-Govt Securities	money market
Equitable Tax-Free Account	money market
Calvert Group 1700 Pennsylvania Avenue NW Washington, DC 20006 301-951-4820* (in Maryland) 800-368-2747 (out of state) Exchange privilege: Yes	
Calvert Fund-Equity	stock
Calvert Fund-Income	bond & preferred
Calvert Social Investment-Managed Growth	balanced
Calvert Social Investment-MM	money market
Calvert Tax Free Reserves-Limited	municipal bond
Calvert Tax Free Reserves-Long Term	municipal bond
Calvert Tax Free Reserves-MM	money market
First Variable Rate Fund for Govt Income	money market
Money Management Plus-Government	money market
Money Management Plus-Prime	money market
CAM Fund PO Box 1985 Valley Forge, PA 19481 800-362-7400 (local) 800-423-2345 (out of state) Exchange privilege: No	
CAM Fund	money market
Carnegie Fund Distributors 1331 Euclid Avenue Cleveland, OH 44115 216-781-4440* (local) 800-321-2322 (out of state) Exchange privilege: Yes	
Carnegie Govt Secs Trust-Intermediate	bond & preferred
Carnegie Govt Secs Trust-Money Market	money market
Carnegie Tax Free Income Trust	money market
Carnegie-Cappiello Growth Trust	stock
Liquid Capital Income Trust	money market

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*Will accept collect calls

Fund distributor	Type of fund
Centennial Capital Corp 3410 South Galena Street Denver, CO 80231 303-671-3200 (local) 800-525-9310 (out of state) Exchange privilege: Yes	
Centennial Government Trust	money market
Centennial Money Market Trust	money market
Centennial Tax Exempt Trust	money market
Daily Cash Accumulation Fund	money market
Daily Cash Government Fund	money market
Daily Cash Tax Exempt Fund	money market
Century Shares Trust 1 Liberty Square Boston, MA 02109 617-482-3060* (local) 800-321-1928 (out of state) Exchange privilege: No	
Century Shares Trust	stock
Charter Fund 1850 Two Lincoln Centre 5420 LBJ Freeway/LB #66 Dallas, TX 75240 214-980-1800* (local) Exchange privilege: No	
Charter Fund	stock
Cigna Securities Hartford, CT 06152 203-726-6000 (local) 800-225-5151 (out of state) Exchange privilege: Yes	
Cigna Aggressive Growth Fund	stock
Cigna Cash Fund	money market
Cigna Growth Fund	stock
Cigna High Yield Fund	bond & preferred
Cigna Income Fund	balanced
Cigna Money Market Fund	money market
Cigna Municipal Bond Fund	municipal bond
Cigna Tax-Exempt Cash Fund	money market
Cigna Value Fund	stock
Colonial Investment Services 75 Federal Street Boston, MA 02110 617-426-3750 (local) 800-225-2365 (out of state) Exchange privilege: Yes	
Colonial Capital Appreciation Trust	stock
Colonial Corporate Cash Trust I	stock
Colonial Corporate Cash Trust II	stock
Colonial Enhanced Mortgage Trust	bond & preferred
Colonial Fund	balanced
Colonial Government Securities Plus Trust	bond & preferred
Colonial Growth Shares	stock
Colonial High Yield Securities	bond & preferred
Colonial Income Fund	bond & preferred
Colonial Money Market Trust	money market
Colonial Option Income-Portfolio I	stock
Colonial Option Income-Portfolio II	stock
Colonial Tax-Exempt High Yield Trust	municipal bond

Fund distributor	Type of fund
Columbia Management Co 1301 SW 5th Avenue PO Box 1350 Portland, OR 97207 503-222-3600* (local) 800-547-1037 (out of state) Exchange privilege: Yes	
Columbia Daily Income Company	money market
Columbia Fixed Income Secs Fund	bond & preferred
Columbia Growth Fund	stock
Columbia Municipal Bond Fund	municipal bond
Connecticut Mutual Financial Services 140 Garden Street Hartford, CT 06154 203-244-4957* (local) 800-243-0064 (out of state) Exchange privilege: No	
Connecticut Mutual Liquid Account	money market
Copley Financial Services Corp 109 Howe Street Fall River, MA 02724 617-674-8459 (local) Exchange privilege: No	
Copley Tax Managed Fund	stock
Cortland Distributors 315 State Street Hackensack, NJ 07601 201-342-6066 (local) 800-524-1566 (out of state) Exchange privilege: Yes	
Cortland Trust-General Money Market	money market
Cortland Trust-Tax-Free Money Market	money market
Cortland Trust-US Govt Fund	money market
Country Capital Management Co PO Box 2222 Bloomington, IL 61701 309-557-2444 (local) Exchange privilege: Yes	
Country Capital Growth Fund	stock
Country Capital Income Fund	balance
Country Capital Money Market Fund	money market
Country Capital Tax Exempt Bond	municipal bond
Cowen & Co One Battery Park Plaza New York, NY 10004 212-483-0700 (local) Exchange privilege: No	
Standby Reserve Fund	money market
Craig-Hallum 133 South 7th Street Minneapolis, MN 55402 612-332-1212 (local) Exchange privilege: No	
General Securities	stock
Craigie 814 East Main Street Richmond, VA 23219 804-649-3900 (local) 800-446-3819 (out of state) Exchange privilege: No	
Oxford Cash Management Fund	money market

*Will accept collect calls

Criterion Distributors
333 Clay Street
Suite 4300
Houston, TX 77002
713-751-2400 (local)
Exchange privilege: Yes

Fund distributor	Type of fund
Commerce Income Shares	balanced
Criterion Bond-Investment Quality	bond & preferred
Criterion Bond-US Govt High Yield	bond & preferred
Current Interest-MM	money market
Current Interest-Tax Free	money market
Current Interest-US Govt	money market
Lowry Market Timing Fund	stock
Pilot Fund	stock
Quality Tax Free Bond	municipal bond
Sunbelt Growth Fund	stock

Daiwa Securities America
One Liberty Plaza
New York, NY 10006
212-732-6600 (local)
Exchange privilege: No

Fund distributor	Type of fund
Daiwa Money Fund	money market

Dean Witter Reynolds
1 World Trade Center
New York, NY 10048
212-938-4554* (local)
800-221-2685 (out of state)
Exchange privilege: Yes

Fund distributor	Type of fund
Active Assets Govt Secs Trust	money market
Active Assets Money Trust	money market
Active Assets Tax-Free Trust	money market
Dean Witter California Tax-Free Income	municipal bond
Dean Witter Developing Growth Secs	stock
Dean Witter Dividend Growth Secs	stock
Dean Witter High Yield Secs	bond & preferred
Dean Witter Industry-Valued Secs	stock
Dean Witter Natural Resource Development	stock
Dean Witter NY Tax-Free Income Fund	municipal bond
Dean Witter Option Income Trust	stock
Dean Witter Tax-Exempt Secs	municipal bond
Dean Witter US Govt Secs Trust	bond & preferred
Dean Witter World Wide Investment Trust	foreign
Dean Witter/Sears Liquid Asset	money market
Dean Witter/Sears Tax-Free Daily Income	money market
Dean Witter/Sears US Govt MM Trust	money market

Delaware Distributors
10 Penn Center Plaza
Philadelphia, PA 19103
215-988-1333* (local)
800-523-4640 (out of state)
Exchange privilege: Yes

Fund distributor	Type of fund
Decatur Income Fund	stock
Delaware Cash Reserve	money market
Delaware Fund	stock
Delaware Tax-Free Money Fund	money market
Delaware Treasury Reserves	money market
Delchester Bond Fund	bond & preferred
Delta Trend Fund	stock
DMC Tax-Free Income Trust-PA	municipal bond
DMC Tax-Free Income-USA	municipal bond

Delfi Capital Sales
Greenville Center C-200
Wilmington, DE 19802
302-652-3091* (local)
800-441-9490 (out of state)
Exchange privilege: Yes

Fund distributor	Type of fund
Sigma Capital Shares	stock
Sigma Government Securities Fund	money market
Sigma Income Shares	bond & preferred
Sigma Investment Shares	stock
Sigma Money Market Fund	money market
Sigma Special Fund	stock
Sigma Tax-Free Bond Fund	municipal bond
Sigma Trust Shares	balanced
Sigma Venture Shares	stock

Diversified Securities
PO Box 357
Long Beach, CA 90801
213-595-7711 (local)
Exchange privilege: No

Fund distributor	Type of fund
Investors Research Fund	stock

Dodge & Cox
1 Post Street
35th Floor
San Francisco, CA 94104
415-981-1710 (local)
Exchange privilege: Yes

Fund distributor	Type of fund
Dodge & Cox Balanced Fund	balanced
Dodge & Cox Stock Fund	stock

Dougherty, Dawkins, Strand & Yost
700 Lumber Exchange Building
Minneapolis, MN 55401
800-652-0204 (local)
800-328-6020 (out of state)
Exchange privilege: No

Fund distributor	Type of fund
First American Money Fund	money market

Drexel Burnham Lambert
60 Broad Street
New York, NY 10004
212-480-4155* (local)
800-272-2700 (out of state)
Exchange privilege: Yes

Fund distributor	Type of fund
DBL Cash Fund-Govt Secs	money market
DBL Cash Fund-Money Market	money market
DBL Tax-Free Cash Fund-MM	money market
DBL Tax-Free Cash Fund-Ltd Term	municipal bond
Drexel Burnham Fund	stock
Drexel Series Trust-Government Secs	bond & preferred
Drexel Series Trust-Option Income	stock

*Will accept collect calls.

Fund distributor	Type of fund
Dreyfus Service Corp 600 Madison Avenue New York, NY 10022 718-895-1206 (local) 800-645-6561 (out of state) Exchange privilege: Yes	
Dreyfus A Bonds Plus	bond & preferred
Dreyfus California Tax Exempt Bond	municipal bond
Dreyfus Dollar International Fund	money market
Dreyfus Fund	stock
Dreyfus General Tax Exempt Bond Fund	municipal bond
Dreyfus General Tax Exempt Money Market	money market
Dreyfus Growth Opportunity Fund	stock
Dreyfus Intermediate Tax Exempt Bond	municipal bond
Dreyfus Leverage Fund	stock
Dreyfus Liquid Assets	money market
Dreyfus MM Instruments-Govt Secs	money market
Dreyfus MM Instruments-Money Market	money market
Dreyfus NY Tax Exempt Bond Fund	municipal bond
Dreyfus Special Income Fund	balanced
Dreyfus Tax Exempt Bond Fund	municipal bond
Dreyfus Tax Exempt MM Fund	money market
Dreyfus Third Century Fund	stock
General MM Fund	money market
Pacific Horizon Funds-Govt	money market
Pacific Horizon Funds-MM	money market
Park Ave NY Tax Exempt Intermed Bond	municipal bond
Park Ave NY Tax Exempt MM	money market
Eaton Vance Distributors 24 Federal Street Boston, MA 02110 617-482-8260 (local) 800-225-6265 (out of state) Exchange privilege: Yes	
Eaton & Howard Stock Fund	stock
Eaton Vance Cash Mgmt Fund	money market
Eaton Vance Govt Obligations Trust	bond & preferred
Eaton Vance Growth Fund	stock
Eaton Vance High Yield	balanced
Eaton Vance Income Fund of Boston	balanced
Eaton Vance Investors Fund	balanced
Eaton Vance Muni Bond Fund	municipal bond
Eaton Vance Special Equities Fund	stock
Eaton Vance Tax Free Reserves	money market
Eaton Vance Tax-Managed Trust	stock
Leverage Fund of Boston	stock
Nautilus Fund	stock
Vance, Sanders Special Fund	stock

Fund distributor	Type of fund
Eppler, Guerin & Turner PO Box 508 Dallas, TX 75221 214-880-9000 (local) Exchange privilege: No	
EGT Money Market Trust	money market
Equity Services National Life Drive Montpelier, VT 05604 802-229-3139 (local) 800-233-4332 (out of state) Exchange privilege: Yes	
Sentinel Balanced Fund	balanced
Sentinel Bond Fund	bond & preferred
Sentinel Cash Management Fund	money market
Sentinel Common Stock Fund	stock
Sentinel Growth Fund	stock
Fairmont Securities 4922 Fairmont Avenue Bethesda, MD 20814 301-657-1500* (local) Exchange privilege: Yes	
Fund for Govt Investors	money market
Fund for Tax-Free Invest-MM	money market
Federated Securities Corp 421 Seventh Avenue Pittsburgh, PA 15219 412-288-1900* (local) 800-245-2423 (out of state) Exchange privilege: Yes	
American Leaders Fund	stock
Automated Cash Mgmt Trust	money market
Automated Govt Money Trust	money market
Federated GNMA Trust	bond & preferred
Federated Growth Trust	stock
Federated High Income Secs Fund	bond & preferred
Federated Income Trust	bond & preferred
Federated Intermediate Govt Trust	bond & preferred
Federated Short-Intermediate Govt Trust	bond & preferred
Federated Stock & Bond Fund	balanced
Federated Stock Trust	stock
Federated Tax-Free Income Fund	municipal bond
Federated Tax-Free Trust	money market
FT International	foreign
Fund for US Govt Securities	bond & preferred
High Yield Cash Trust	money market
Liberty US Govt Money Market Trust	money market
Money Market Instruments Trust	money market
Money Market Management	money market
Tax-Free Instruments Trust	money market

*Will accept collect calls.

MUTUAL FUNDS
WAREHOUSE

1985 Fund Ratings

Fund distributor	Type of fund
Fidelity Distributors Corp 82 Devonshire Street Boston, MA 02109 617-523-1919* (local) 800-544-6666 (out of state) Exchange privilege: Yes	
Fidelity CalFree-Muni Bond	municipal bond
Fidelity CalFree-Short Term	municipal bond
Fidelity Cash Reserves	money market
Fidelity Contrafund	stock
Fidelity Corporate Bond Fund	bond & preferred
Fidelity Daily Income Trust	money market
Fidelity Destiny Fund	stock
Fidelity Discoverer Fund	stock
Fidelity Equity-Income Fund	stock
Fidelity Freedom Fund	stock
Fidelity Fund	stock
Fidelity Government Securities Fund	bond & preferred
Fidelity High Income Fund	bond & preferred
Fidelity High Yield Municipals	municipal bond
Fidelity Limited-Term Municipals	municipal bond
Fidelity Magellan Fund	stock
Fidelity Mass Tax-Free-MM	money market
Fidelity Mass Tax-Free-Muni Bond	municipal bond
Fidelity Mercury Fund	stock
Fidelity MM Trust-Domestic	money market
Fidelity MM Trust-US Govt	money market
Fidelity MM Trust-US Treasury	money market
Fidelity Mortgage Secs Fund	bond & preferred
Fidelity Municipal Bond Fund	municipal bond
Fidelity NY Tax-Free-Muni Bond	municipal bond
Fidelity NY Tax-Free-Short Term	municipal bond
Fidelity OTC Portfolio	stock
Fidelity Overseas Fund	stock
Fidelity Puritan Fund	stock
Fidelity Select-Defense & Aerospace	stock
Fidelity Select-Energy	stock
Fidelity Select-Financial Services	stock
Fidelity Select-Health Care	stock
Fidelity Select-Leisure	stock
Fidelity Select-Precious Metals & Minerals	stock
Fidelity Select-Technology	stock
Fidelity Select-Utilities	stock
Fidelity Special Situations Fund	stock
Fidelity Tax-Exempt MM Trust	money market
Fidelity Thrift Trust	bond & preferred
Fidelity Trend Fund	stock
Fidelity US Government Reserves	money market
Fiduciary Management 222 East Mason Street Milwaukee, WI 53202 414-271-6666 (local) Exchange privilege: No	
Fiduciary Capital Growth Fund	stock
Financial Programs PO Box 2040 Englewood, CO 80201 800-525-9769* (local) 800-525-8085 (out of state) Exchange privilege: Yes	
Financial Bond Shares-High Yield	bond & preferred
Financial Bond Shares-Select Income	bond & preferred
Financial Daily Income Shares	money market
Financial Dynamics	stock
Financial Industrial Fund	stock
Financial Industrial Income Fund	stock
Financial Tax-Free Income Shares	municipal bond
Financial Tax-Free Money Fund	money market
World of Technology	stock

Fund distributor	Type of fund
Finomic Investment Fund 1100 Louisiana Suite 2600 Houston, TX 77002 713-659-2611* (local) Exchange privilege: No	
Finomic Investment Fund	stock
First Investors Management Co 120 Wall Street New York, NY 10005 212-208-6000 (local) 800-223-6300 (out of state) Exchange privilege: Yes	
First Investors Bond Appreciation	bond & preferred
First Investors Cash Mgmt Fund	money market
First Investors Discovery Fund	stock
First Investors Fund for Growth	stock
First Investors Fund for Income	bond & preferred
First Investors Government Fund	bond & preferred
First Investors International Secs	foreign
First Investors Natural Resources	stock
First Investors New York Tax Free	municipal bond
First Investors Ninety-Ten Fund	stock
First Investors Option Fund	stock
First Investors Tax Exempt Fund	municipal bond
First Investors Tax Exempt MM	money market
First of Michigan 100 Renaissance Center Detroit, MI 48243 313-259-2600 (local) 800-521-1264 (out of state) Exchange privilege: Yes	
Renaissance Assets Trust-Government	money market
Renaissance Assets Trust-MM	money market
First Trust Funds 110 North Franklin Street Chicago, IL 60606 312-781-9490 (local) 800-621-4770 (out of state) Exchange privilege: Yes	
First Trust MM Fund-General Purpose	money market
First Trust MM Fund-Government	money market
First Trust Tax Free Fund	money market
Flex-fund 6000 Memorial Drive Dublin, OH 43017 614-766-7000* (local) 800-325-3539 (out of state) Exchange privilege: Yes	
Flex-fund-Capital Gains Fund	stock
Flex-fund-MM Fund	money market
Flex-fund-Retirement Growth	stock
Florida Mutual Funds Group 7301 West Palmetto Park Road Suite C-105 Boca Raton, FL 33433 305-392-2667* (local) 800-432-1592 (out of state) Exchange privilege: No	
Pinnacle Govt Secs Short Term	money market

*Will accept collect calls

Fund distributor	Type of fund
44 Securities 1 State Street Plaza New York, NY 10004 212-344-4224 (local) 800-221-7836 (out of state) Exchange privilege: Yes	
44 Wall Street Equity Fund	stock
44 Wall Street Fund	stock
Founders Mutual Depositor Corp 3033 East First Avenue Suite 810 Denver, CO 80206 800-874-6301 (local) 800-525-2440 (out of state) Exchange privilege: Yes	
Founders Growth Fund	stock
Founders Income Fund	stock
Founders Money Market Fund	money market
Founders Mutual Fund	stock
Founders Special Fund	stock
Franklin Distributors 155 Bovet Road San Mateo, CA 94402 800-227-6781 (local) 800-632-2180 (out of state) Exchange privilege: Yes	
Age High Income Fund	bond & preferred
Franklin California Tax-Free Income	municipal bond
Franklin Custodian-Dynatech	stock
Franklin Custodian-Growth	stock
Franklin Custodian-Income	balanced
Franklin Custodian-US Govt	bond & preferred
Franklin Custodian-Utilities	stock
Franklin Equity Fund	stock
Franklin Federal Money Fund	money market
Franklin Federal Tax-Free Income	municipal bond
Franklin Gold Fund	stock
Franklin Michigan Insured Tax-Free Income	municipal bond
Franklin Money Fund	money market
Franklin New York Tax-Free Income Fund	municipal bond
Franklin Option Fund	stock
Franklin Tax-Exempt Money Fund	money market
Gateway Option Income Fund 1120 Carew Tower Cincinnati, OH 45202 513-621-7774* (local) 800-354-6339 (out of state) Exchange privilege: No	
Gateway Option Income Fund	stock
GEICO Investment Services 5550 Friendship Boulevard Terrace Level Chevy Chase, MD 20815 301-986-2200 (local) 800-832-6232 (out of state) Exchange privilege: Yes	
GEICO Investment-Govt Secs Cash	money market
Gintel & Co Greenwich Office Park OP-6 Greenwich, CT 06830 203-622-6400 (local) 800-243-5808 (out of state) Exchange privilege: No	
Gintel ERISA Fund	stock
Gintel Fund	stock
GIT Investment Services 1655 North Fort Myer Drive Arlington, VA 22209 800-572-2050 (local) 800-336-3063 (out of state) Exchange privilege: Yes	
GIT Cash Trust-Govt MM	money market
GIT Cash Trust-Regular MM	money market
GIT Income Trust-A-Rated Income	bond & preferred
GIT Income Trust-Maximum Income	bond & preferred
GIT Tax-Free Trust-High Yield	municipal bond
GIT Tax-Free Trust-MM	money market
Government Investors Trust	money market
Gradison Mutual Funds 580 Walnut Street Cincinnati, OH 45202 800-582-7062 (local) 800-543-1818 (out of state) Exchange privilege: Yes	
Gradison Cash Reserves Trust	money market
Gradison Emerging Growth Fund	stock
Gradison Established Growth Fund	stock
Gradison US Government Trust	money market
Great American Securities 334 West Third Street Suite 201 San Bernardino, CA 92401 800-521-5612 (local) 800-972-3863 (outof state) Exchange privilege: No	
Yes Fund	bond & preferred
Greenspring Fund Quadrangle Village of Cross Keys Suite 322 Baltimore, MD 21210 301-435-9000 (local) Exchange privilege: No	
Greenspring Fund	stock
Growth Industry Shares 135 South LaSalle Street Chicago, IL 60603 312-346-4830 (local) Exchange privilege: No	
Growth Industry Shares	stock
GSC Performance Fund PO Box 10230 Greenville, SC 29603 803-271-7622* (local) Exchange privilege: No	
GSC Performance Fund	stock
GT Global Growth Funds 601 Montgomery Street Suite 1400 San Francisco CA 94111 800-824-8361 (local) 800-824-1580 (out of state) Exchange privilege: Yes	
GT Global Growth-Pacific	foreign

*Will accept collect calls

1985 Fund Ratings

Fund distributor	Type of fund
Guardian Investor Services Corp 201 Park Avenue South New York, NY 10003 800-522-7800 (local) 800-221-3253 (out of state) Exchange privilege: Yes	
Guardian Cash Mgmt Trust	money market
Guardian Park Ave Fund	stock
John Hancock Distributors PO Box 111 Boston, MA 02117 617-421-4506 (local) 800-225-5291 (out of state) Exchange privilege: Yes	
John Hancock Bond Trust	bond & preferred
John Hancock Cash Management Trust	money market
John Hancock Growth Trust	stock
John Hancock Tax-Exempt Income Trust	municipal bond
John Hancock US Govt Guaranteed Mortgages	bond & preferred
John Hancock US Govt Securities Trust	bond & preferred
Hartwell Funds 515 Madison Avenue 31st Floor New York, NY 10022 212-308-3355 (local) 800-645-6405 (out of state) Exchange privilege: No	
Hartwell Growth Fund	stock
Hartwell Leverage Fund	stock
Heine Management Group PO Box 830 Westport, CT 06881 203-226-4768 (local) Exchange privilege: No	
LMH Fund	stock
Heine Securities 26 Broadway New York, NY 10004 212-908-4047* (local) 800-457-0211 (out of state) Exchange privilege: No	
Mutual Qualified Income Fund	stock
Mutual Shares	stock
JJB Hilliard, WL Lyons 545 South Third Street Louisville, KY 40202 800-292-1886 (local) 800-626-2023 (out of state) Exchange privilege: No	
Hilliard-Lyons Government Fund	money market
Home Life Money Mgmt Fund 253 Broadway New York, NY 10007 212-306-2520 (local) 800-221-5733 (out of state) Exchange privilege: No	
Home Life Money Mgmt Fund	money market

Fund distributor	Type of fund
Wayne Hummer & Co 175 West Jackson Boulevard Chicago, IL 60604 800-972-5566 (local) 800-621-4477 (out of state) Exchange privilege: No	
Wayne Hummer Growth Fund	stock
Wayne Hummer Money Fund Trust	money market
EF Hutton & Co 1 Battery Park Plaza New York, NY 10004 212-742-5432 (local) Exchange privilege: Yes	
Cash Reserve Management	money market
Hutton AMA Cash Fund	money market
Hutton California Municipal Fund	municipal bond
Hutton Government Fund	money market
Hutton Investment-Basic Value	stock
Hutton Investment-Bond & Income	bond & preferred
Hutton Investment-Emerging Growth	stock
Hutton Investment-Govt Secs	bond & preferred
Hutton Investment-Growth	stock
Hutton Investment-Option Income	stock
Hutton Investment-Precious Metals	stock
Hutton Investment-Short Term Investment	money market
Hutton National Municipal Fund	municipal bond
Hutton New York Municipal Fund	municipal bond
Municipal Cash Reserve Management	money market
IDS/American Express IDS Tower Minneapolis, MN 55474 612-372-3733 (local) 800-328-8300 (out of state) Exchange privilege: Yes	
IDS Bond Fund	bond & preferred
IDS Cash Management Fund	money market
IDS Discovery Fund	stock
IDS Equity Plus	stock
IDS Extra Income Fund	bond & preferred
IDS Growth Fund	stock
IDS High Yield Tax-Exempt Fund	municipal bond
IDS International Fund	foreign
IDS Managed Retirement Fund	stock
IDS Mutual	balanced
IDS New Dimensions Fund	stock
IDS Progressive Fund	stock
IDS Selective Fund	bond & preferred
IDS Stock Fund	stock
IDS Strategy Fund-Aggressive Equity	stock
IDS Strategy Fund-Equity	stock
IDS Strategy Fund-Income	bond & preferred
IDS Strategy Fund-Money Market	money market
IDS Tax-Free Money Fund	money market
IDS Tax-Exempt Bond Fund	municipal bond
III Securities Corporation 122 East 42nd Street New York, NY 10168 212-687-5200 (local) 800-221-2220 (out of state) Exchange privilege: Yes	
International Investors	foreign
Investors Security Trust 110 Bank Street Suffolk, VA 23434 804-539-2396 (local) Exchange privilege: No	
Old Dominion Investors Trust	stock

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1985 Fund Ratings

Fund distributor	Type of fund
IRI Securities One Appleton Square Minneapolis, MN 55420 612-853-9500 (local) 800-328-1010 (out of state) Exchange privilege: No	
IRI Stock Fund	stock
ISI Corp PO Box 23330 Oakland, CA 94623 415-832-1400 (local) Exchange privilege: Yes	
ISI Growth Fund	stock
ISI Income Fund	stock
ISI Trust Fund	stock
Istel Fund 345 Park Avenue 23rd Floor New York, NY 10154 212-702-0174 (local) Exchange privilege: No	
Istel Fund	stock
ITB Distributors 60 State Street Boston, MA 02109 617-542-0213* (local) 800-451-0502 (out of state) Exchange privilege: Yes	
Empire Builder Tax Free Bond Fund	municipal bond
Investment Trust of Boston	stock
Investment Trust of Boston Mass T-F Income	municipal bond
Investment Trust of Boston-High Income Plus	bond & preferred
Ivy Fund 40 Industrial Park Road Hingham, MA 02043 617-749-1416 (local) 800-235-3322 (out of state) Exchange privilege: No	
Ivy Growth Fund	stock
Janus Fund 100 Fillmore Street Suite 300 Denver, CO 80206 303-333-3863* (local) 800-525-3713 (out of state) Exchange privilege: Yes	
Janus Fund	stock
Jefferson-Pilot Investor Services PO Box 21008 Greensboro, NC 27420 919-378-2451 (local) Exchange privilege: Yes	
JP Growth Fund	stock
JP Income Fund	bond & preferred
Johnson, Lane, Space, Smith & Co 101 East Bay Street Savannah, GA 31401 212-697-6666 (in New York) Exchange privilege: No	
Prime Cash Fund	money market

Fund distributor	Type of fund
Jones & Babson 2440 Pershing Road Kansas City, MO 64108 816-471-5200* (local) 800-821-5591 (out of state) Exchange privilege: Yes	
Babson Bond Trust	bond & preferred
Babson Enterprise Fund	stock
Babson Growth Fund	stock
Babson Money Market Fund-Prime	money market
Babson Tax-Free Income Fund-Long Term	municipal bond
Babson Tax-Free Income Fund-MM	money market
Babson Tax-Free Income-Short Term	municipal bond
UMB Bond Fund	bond & preferred
UMB Money Market-Federal	money market
UMB Money Market-Prime	money market
UMB Stock Fund	stock
UMB Tax-Free MM Fund	money market
Edward D Jones & Co 201 Progress Parkway Maryland Heights, MO 63043 314-851-2000* (local) Exchange privilege: No	
ED Jones Daily Passport Cash Trust	money market
Kemper Sales Co 120 South LaSalle Street Chicago, IL 60603 312-781-1121 (local) 800-621-1048 (out of state) Exchange privilege: Yes	
Cash Equivalent Fund-Govt	money market
Cash Equivalent Fund-MM	money market
Investment Port-Equity	stock
Investment Port-Govt Plus	bond & preferred
Investment Port-High Yield	bond & preferred
Investment Port-MM	money market
Investment Port-Option Income	stock
Kemper Calif Tax-Free Income Fund	municipal bond
Kemper Government MM Fund	money market
Kemper Growth Fund	stock
Kemper High Yield Fund	bond & preferred
Kemper Income & Capital Preservation Fund	bond & preferred
Kemper International Fund	foreign
Kemper Money Market Fund	money market
Kemper Muni Bond Fund	municipal bond
Kemper Option Income Fund	stock
Kemper Summit Fund	stock
Kemper Total Return Fund	balanced
Kemper US Govt Secs Fund	bond & preferred
Tax-Exempt MM Fund	money market
Technology Fund	stock
Keystone Massachusetts Distributors 99 High Street Boston, MA 02110 617-338-3400 (local) 800-225-2618 (out of state) Exchange privilege: Yes	
Keystone Custodian B-1	bond & preferred
Keystone Custodian B-2	bond & preferred
Keystone Custodian B-4	bond & preferred
Keystone Custodian K-1	balanced
Keystone Custodian K-2	stock
Keystone Custodian S-1	stock
Keystone Custodian S-3	stock
Keystone Custodian S-4	stock
Keystone International Fund	foreign
Keystone Liquid Trust	money market
Keystone Precious Metals Holdings	stock
Keystone Tax Free Fund	municipal bond

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Fund distributor	Type of fund
Kidder Peabody 10 Hanover Square New York, NY 10005 212-510-5028* (local) Exchange privilege: Yes	
Kidder Peabody Govt Money Fund	money market
Kidder Peabody Premium Account	money market
Kidder Peabody Special Growth Fund	stock
Kidder Peabody Tax Exempt MM	money market
Webster Cash Reserve Fund	money market
Ladenburg, Thalmann & Co 540 Madison Avenue New York, NY 10022 212-940-0253 (local) Exchange privilege: No	
Westergaard Fund	stock
Legg Mason Wood Walker PO Box 1476 Baltimore, MD 21203 301-539-3400* (local) 800-492-7777 (out of state) Exchange privilege: Yes	
Legg Mason Cash Reserve Trust	money market
Legg Mason Tax Exempt Trust	money market
Legg Mason Value Trust	stock
Lehman Brothers Distributor 55 Water Street New York, NY 10041 212-558-3288* (local) 800-221-5350 (out of state) Exchange privilege: Yes	
Lehman Capital Fund	stock
Lehman Cash Mgmt Fund	money market
Lehman Govt Fund	money market
Lehman Investors Fund	stock
Lehman Opportunity Fund	stock
Lehman Tax-Free MM Fund	money market
Robert H Leshner 522 Dixie Terminal Building Cincinnati, OH 45202 800-543-8721 (local) 800-354-0440 (out of state) Exchange privilege: Yes	
ABT Emerging Growth Fund	stock
ABT Growth & Income Trust	stock
ABT Security Income Fund	stock
ABT Utility Income Fund	stock
LG Investment-LG US Govt Secs	bond & preferred
Midwest Group Capital-Bartlett Basic Value	stock
Midwest Group Tax Free-Limited Term	municipal
Midwest Group Tax Free-MM	money market
Midwest Income Trust-Cash Management	money market
Midwest Income Trust-Intermediate Term Govt	bond & preferred
Midwest Income Trust-Short Term Govt	money market

Fund distributor	Type of fund
Lexington Management Corp PO Box 1515 Saddle Brook, NJ 07662 800-932-0838 (local) 800-526-4791 (out of state) Exchange privilege: Yes	
Corporate Leaders Trust Certificates Ser B	stock
Lexington GNMA Income Fund	bond & preferred
Lexington Goldfund	stock
Lexington Govt Secs MM Fund	money market
Lexington Growth Fund	stock
Lexington MM Trust	money market
Lexington Research Fund	stock
Lexington Tax Free Money Fund	money market
Lieber & Company 550 Mamaroneck Avenue Harrison, NY 10528 914-698-5711 (local) 800-635-0003 (out of state) Exchange privilege: Yes	
Evergreen Fund	stock
Evergreen Total Return Fund	stock
Life Investors Management Corp 4333 Edgewood Road NE Cedar Rapids, IA 52499 319-398-8511 (local) 800-553-4287 (out of state) Exchange privilege: Yes	
Mid America High Growth Fund	stock
Mid America Mutual Fund	stock
Lindner Management Corp 200 South Bemiston PO Box 16900 St Louis, MO 63105 314-727-5305 (local) Exchange privilege: No	
Lindner Dividend Fund	stock
Lindner Fund	stock
Lord Abbett & Co 63 Wall Street New York, NY 10005 212-425-8720* (local) 800-223-4224 (out of state) Exchange privilege: Yes	
Affiliated Fund	stock
Lord Abbett Bond Debenture Fund	bond & preferred
Lord Abbett Cash Reserve Fund	money market
Lord Abbett Developing Growth Fund	stock
Lord Abbett Income Fund	balanced
Lord Abbett Tax-Free-National	municipal bond
Lord Abbett Tax-Free-NY	municipal bond
Lord Abbett Value Appreciation	stock
Mairs & Power W-2062 First National Bank Bldg St Paul, MN 55101 612-222-8478 (local) Exchange privilege: No	
Mairs & Power Growth Fund	stock
Mairs & Power Income Fund	stock
Horace Mann Growth Fund 1 Horace Mann Plaza Springfield, IL 62715 217-789-2500 (local) Exchange privilege: No	
Horace Mann Growth Fund	stock

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1985 Fund Ratings

Fund distributor	Type of fund
Massachusetts Financial Services 200 Berkeley Street Boston, MA 02116 617-423-3500 (local) 800-343-2923 (out of state) Exchange privilege: Yes	
Landmark Cash Reserves	money market
Landmark Tax-Free Reserves	money market
Managed Cash Account Trust	money market
Mass Capital Development Fund	stock
Mass Cash Management-Govt	money market
Mass Cash Management-Prime	money market
Mass Financial Bond Fund	bond & preferred
Mass Financial Development Fund	stock
Mass Financial Emerging Growth Trust	stock
Mass Financial High Income Trust	bond & preferred
Mass Financial International-Bond	bond & preferred
Mass Financial Special Fund	stock
Mass Income Development Fund	balanced
Mass Investors Growth Stock Fund	stock
Mass Investors Trust	stock
Massachusetts Tax-Exempt Money Market	money market
MFS Government Guaranteed Secs	bond & preferred
MFS Managed High Yield Muni Bond	municipal bond
MFS Managed M-S Tax-Exempt-Maryland	municipal bond
MFS Managed M-S Tax-Exempt-Massachusetts	municipal bond
MFS Managed M-S Tax-Exempt-N Carolina	municipal bond
MFS Managed M-S Tax-Exempt-S Carolina	municipal bond
MFS Managed M-S Tax-Exempt-Virginia	municipal bond
MFS Managed M-S Tax-Exempt-W Virginia	municipal bond
MFS Managed Muni Bond Trust	municipal bond
Municipal Working Capital Trust	money market
Mathers Fund 125 South Wacker Drive Chicago, IL 60606 312-236-8215 (local) Exchange privilege: No	
Mathers Fund	stock
McDonald & Company Securities 2100 Central National Bank Building Cleveland, OH 44114 216-443-2300 (local) 800-451-6200 (out of state) Exchange privilege: Yes	
McDonald Money Market Fund	money market
Meeschaert & Company 11 Parker Street Newton Centre, MA 02159 617-244-0432 (local) Exchange privilege: No	
Meeschaert Capital Accumulation Fund	stock
Milwaukee Co 250 East Wisconsin Avenue Milwaukee, WI 53202 800-242-1001 (local) 800-558-1015 (out of state) Exchange privilege: No	
Trust for Cash Reserves	money market
Merrill Lynch Funds Boston 125 High Street 4th Floor Boston, MA 02110 617-357-1460 (local) 800-225-1576 (out of state) Exchange privilege: Yes	
Merrill Lynch Government Fund	money market
Merrill Lynch Institutional Fund	money market

Fund distributor	Type of fund
Merrill Lynch Funds Distributor 633 Third Avenue New York, NY 10017 212-692-8159 (local) Exchange privilege: Yes	
Merrill Lynch Basic Value Fund	stock
Merrill Lynch Capital Fund	stock
Merrill Lynch Corp Bond-High Income	bond & preferred
Merrill Lynch Corp Bond-High Quality	bond & preferred
Merrill Lynch Corp Bond-Intermediate	bond & preferred
Merrill Lynch Equi-Bond I Fund	balanced
Merrill Lynch Federal Secs Trust	bond & preferred
Merrill Lynch Fund for Tomorrow	stock
Merrill Lynch International Holdings	stock
Merrill Lynch Muni Bond Fund-High Yield	municipal bond
Merrill Lynch Muni Bond Fund-Insured	municipal bond
Merrill Lynch Muni Bond Fund-Limited Maturity	municipal bond
Merrill Lynch Pacific Fund	foreign
Merrill Lynch Phoenix Fund	balanced
Merrill Lynch Ready Assets Trust	money market
Merrill Lynch Retirement Reserves Money Fund	money market
Merrill Lynch Special Value	stock
Merrill Lynch USA Govt Reserves	money market
Sci/Tech Holdings	stock
Summit Cash Reserves Fund	money market
Merrill Lynch, Pierce, Fenner & Smith 633 Third Avenue New York, NY 10017 212-692-8159 (local) Exchange privilege: Yes	
CMA Government Securities Fund	money market
CMA Money Fund	money market
CMA Tax-Exempt Fund	money market
MML Investors Services 1295 State Street Springfield, MA 01111 800-322-0371 (local) 800-451-1713 (out of state) Exchange privilege: No	
MassMutual Liquid Assets Trust	money market
Morgan Keegan & Co 1 Commerce Square Memphis, TN 38103 901-524-4100 (local) 800-238-7127 (out of state) Exchange privilege: No	
Morgan Keegan Daily Cash Trust	money market
Moseley, Hallgarten, Estabrook & Weedon 60 State Street Boston, MA 02116 617-367-2400 (local) Exchange privilege: No	
Short Term Assets Reserves	money market
Murphey Favre Seafirst Financial Center 9th Floor Spokane, WA 99201 509-624-4101 (local) 800-541-0830 (out of state) Exchange privilege: Yes	
Composite Bond & Stock Fund	balanced
Composite Cash Management	money market
Composite Fund	stock
Composite Income Fund	bond & preferred
Composite Tax Exempt Bond Fund	municipal bond
Composite US Government Securities	bond & preferred

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Fund distributor	Type of fund
Mutual Benefit Financial Services Co 290 Westminster Street Providence, RI 02903 401-751-8600* (local) 800-343-3382 (out of state) Exchange privilege: No	
MAP Government Fund	money market
Mutual Benefit Fund	stock
Mutual of Omaha Fund Management 10235 Regency Circle Omaha, NE 68114 800-642-8112 (local) 800-228-2499 (out of state) Exchange privilege: Yes	
Mutual of Omaha America Fund	bond & preferred
Mutual of Omaha Cash Reserve Fund	money market
Mutual of Omaha Growth Fund	stock
Mutual of Omaha Income Fund	balanced
Mutual of Omaha Money Market Acccount	money market
Mutual of Omaha Tax-Free Income Fund	municipal bond
National Industries Fund 2130 South Dahlia Street Denver, CO 80222 303-759-2400 (local) Exchange privilege: No	
National Industries Fund	stock
National Securities & Research Corp 605 Third Avenue New York, NY 10158 212-661-3000* (local) 800-223-7757 (out of state) Exchange privilege: Yes	
California Tax Exempt Bonds	municipal bond
Fairfield Fund	stock
National Bond Fund	bond & preferred
National Cash Reserves	money market
National Federal Securities Trust	bond & preferred
National Growth Fund	stock
National Income Fund	balanced
National Preferred Fund	bond & preferred
National Securities Tax Exempt Bonds	municipal bond
National Stock Fund	stock
National Total Return Fund	balanced
Nationwide Financial Services 1 Nationwide Plaza Columbus, OH 43216 800-282-1440 (local) 800-848-0920 (out of state) Exchange privilege: Yes	
Nationwide Bond Fund	bond & preferred
Nationwide Fund	stock
Nationwide Growth Fund	stock
Nationwide Money Market Fund	money market

Fund distributor	Type of fund
NEL Equity Services 501 Boylston Street Boston, MA 02117 617-267-6000 (local) 800-343-7104 (out of state) Exchange privilege: Yes	
Loomis-Sayles Capital Development Fund	stock
Loomis-Sayles Mutual Fund	balanced
NEL Cash Management Trust-MM	money market
NEL Cash Management Trust-US Govt	money market
NEL Equity Fund	stock
NEL Growth Fund	stock
NEL Income Fund	bond & preferred
NEL Retirement Equity Fund	stock
NEL Tax Exempt Bond Fund	municipal bond
NEL Tax Exempt MM Fund	money market
Neuberger & Berman Management 342 Madison Avenue New York, NY 10173 212-850-8300* (local) 800-367-0770 (out of state) Exchange privilege: Yes	
Energy Fund	stock
Guardian Mutual Fund	stock
Hemisphere Fund	stock
Liberty Fund	bond & preferred
Manhattan Fund	stock
Neuberger & Berman Government Money	money market
Neuberger & Berman Tax-Free Money	money market
Partners Fund	stock
Newton Fund PO Box 1348 Milwaukee, WI 53201 800-242-7229 (local) 800-247-7039 (out of state) Exchange privilege: Yes	
Newton Growth Fund	stock
Newton Income Fund	balanced
Newton Money Fund	money market
Nicholas Company 312 East Wisconsin Avenue Milwaukee, WI 53202 414-272-6133 (local) Exchange privilege: Yes	
Nicholas Fund	stock
Nicholas II	stock
Nicholas Income Fund	balanced
North Star Funds PO Box 1160 Minneapolis, MN 55440 612-371-7780 (local) Exchange privilege: Yes	
North Star Apollo	stock
North Star Bond Fund	bond & preferred
North Star Regional Fund	stock
North Star Stock Fund	stock
Northeast Investors Trust 50 Congress Street Boston, MA 02109 617-523-3588 (local) 800-225-6704 (out of state) Exchange privilege: Yes	
Northeast Investors Growth Fund	stock
Northeast Investors Trust	bond & preferred

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1985 Fund Ratings

Fund distributor	Type of fund
Nova Advisers 470 Atlantic Avenue Boston, MA 02210 617-350-0330* (local) 800-572-0006 (out of state) Exchange privilege: No	
Nova Fund	stock
Nuveen Advisory Corp 333 West Wacker Drive Chicago, IL 60606 312-917-7844* (local) 800-621-7210 (out of state) Exchange privilege: No	
Nuveen Muni Bond Fund	municipal bond
Nuveen Tax-Free Reserves	money market
Nuveen Tax-Exempt MM Fund	money market
Tax-Free Accounts	money market
Ohio Company 155 East Broad Street Columbus, OH 43215 614-464-6852 (local) 800-848-7734 (out of state) Exchange privilege: Yes	
Cardinal Fund	stock
Cardinal Government Securities Trust	money market
Cardinal Tax Exempt Money Trust	money market
Omega Fund 77 Franklin Street Boston, MA 02110 617-357-8480 (local) Exchange privilege: No	
Omega Fund	stock
Oppenheimer Capital Corp 1 New York Plaza New York, NY 10004 212-825-4497 (local) Exchange privilege: No	
Quest for Value Fund	stock
Oppenheimer Investor Services 2 Broadway New York, NY 10004 303-671-3200 (in Colorado) 800-525-7048 (out of state) Exchange privilege: Yes	
Hamilton Funds	stock
Oppenheimer AIM Fund	stock
Oppenheimer Challenger Fund	stock
Oppenheimer Directors Fund	stock
Oppenheimer Equity Income Fund	stock
Oppenheimer Fund	stock
Oppenheimer Gold & Special Minerals	stock
Oppenheimer High Yield Fund	bond & preferred
Oppenheimer Money Market Fund	money market
Oppenheimer New York Tax Exempt Fund	municipal bond
Oppenheimer Premium Income Fund	stock
Oppenheimer Regency Fund	stock
Oppenheimer Retirement-US Government Secs	bond & preferred
Oppenheimer Special Fund	stock
Oppenheimer Target Fund	stock
Oppenheimer Tax-Free Bond Fund	municipal bond
Oppenheimer Time Fund	stock
Oppenheimer US Government Trust	money market

Fund distributor	Type of fund
PaineWebber 1285 Avenue of the Americas 15th Floor New York, NY 10020 212-713-4818 (local) 800-223-3402 (out of state) Exchange privilege: Yes	
PaineWebber America Fund	stock
PaineWebber Atlas Fund	stock
PaineWebber Cashfund	money market
PaineWebber Fixed Income-GNMA	dual purpose
PaineWebber Fixed Income-High Yield	bond & preferred
PaineWebber Fixed Income-Invest Grade	bond & preferred
PaineWebber Olympus Fund	stock
PaineWebber RMA-MM	money market
PaineWebber RMA-Tax-Free	money market
PaineWebber RMA-US Govt	money market
PaineWebber Tax-Exempt Income	municipal bond
Parkway Management Rodney Building 3411 Silverside Road Wilmington, DE 19810 302-478-8531* (local) 800-441-7786 (out of state) Exchange privilege: Yes	
Parkway Cash Fund	money market
Parkway Tax-Free Reserve Fund	money market
Pax World Fund 224 State Street Portsmouth, NH 03801 603-431-8022 (local) Exchange privilege: No	
Pax World Fund	stock
Penn Square Management PO Box 1419 Reading, PA 19603 215-670-1031* (local) 800-523-8440 (out of state) Exchange privilege: No	
Penn Square Mutual Fund	stock
Pennsylvania Mutual Fund 1414 Avenue of the Americas New York, NY 10019 212-355-7311 (local) 800-221-4268 (out of state) Exchange privilege: Yes	
Pennsylvania Mutual Fund	stock
PFS Management Services 5400 University Avenue West Des Moines, IA 50265 800-422-3175 (local) 800-247-4170 (out of state) Exchange privilege: Yes	
Farm Bureau Growth Fund	stock
FBL Money Market Fund	money market

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Fund distributor	Type of fund
Phoenix Equity Planning Corp One American Row Hartford, CT 06115 203-278-8050* (local) 800-243-4361 (out of state) Exchange privilege: Yes	
Phoenix Balanced Fund	balanced
Phoenix Convertible Fund	balanced
Phoenix Growth Fund	stock
Phoenix High Quality Bond Fund	bond & preferred
Phoenix High Yield Fund	bond & preferred
Phoenix MM Fund	money market
Phoenix Stock Fund	stock
Pilgrim Distributors 222 Bridge Plaza South Fort Lee, NJ 07024 201-461-7500 (local) 800-526-0475 (out of state) Exchange privilege: Yes	
Pilgrim GNMA Fund	bond & preferred
Pilgrim High Yield Trust	bond & preferred
Pilgrim MagnaCap Fund	stock
Pioneer Group 60 State Street Boston, MA 02109 617-742-7825* (local) 800-225-6292 (out of state) Exchange privilege: Yes	
Pioneer Bond Fund	bond & preferred
Pioneer Fund	stock
Pioneer II	stock
Pioneer Three	stock
Prescott, Ball & Turben 230 West Monroe Street Chicago, IL 60606 800-572-4437 (local) 800-621-7321 (out of state) Exchange privilege: Yes	
Constellation Growth Fund	stock
Selected American Shares	stock
Selected Money Market-General	money market
Selected Money Market-Government	money market
Selected Special Shares	stock
Selected Tax-Exempt Bond Fund	municipal bond
Weingarten Equity Fund	stock
T Rowe Price Associates 100 East Pratt Street Baltimore, MD 21202 301-547-2308* (local) 800-638-5660 (out of state) Exchange privilege: Yes	
T Rowe Price Growth & Income Fund	stock
T Rowe Price Growth Stock Fund	stock
T Rowe Price High Yield Fund	bond & preferred
T Rowe Price International Fund	foreign
T Rowe Price New Era Fund	stock
T Rowe Price New Horizons Fund	stock
T Rowe Price New Income Fund	bond & preferred
T Rowe Price Prime Reserve Fund	money market
T Rowe Price Short-Term Bond Fund	bond & preferred
T Rowe Price Tax-Exempt Money Fund	money market
T Rowe Price Tax-Free High Yield Fund	municipal
T Rowe Price Tax-Free Income Fund	municipal bond
T Rowe Price Tax-Free Short Intermediate	municipal bond
T Rowe Price US Treasury Money Fund	money market
PRO Services PO Box 1111 Blue Bell, PA 19422 215-825-0400 (local) 800-523-0864 (out of state) Exchange privilege: Yes	
Medical Technology Fund	stock
PRO Fund	stock
PRO Income Fund	bond & preferred
PRO Money Fund-Treasury	money market
Prudential-Bache 1 Seaport Plaza New York, NY 10292 212-214-1216 (local) 800-872-7787 (out of state) Exchange privilege: Yes	
Command Government Fund	money market
Command Money Fund	money market
Command Tax-Free Fund	money market
Prudential-Bache Adjustable Rate Preferred Stock	bond & preferred
Prudential-Bache California Municipal	municipal bond
Prudential-Bache Equity Fund	stock
Prudential-Bache Global Fund	foreign
Prudential-Bache Govt Secs-Intermediate Term	bond & preferred
Prudential-Bache Govt Secs-MM	money market
Prudential-Bache Growth Opportunity	stock
Prudential-Bache High Yield Fund	bond & preferred
Prudential-Bache High Yield Municipals	municipal bond
Prudential-Bache Moneymart Assets	money market
Prudential-Bache Muni-Arizona	municipal bond
Prudential-Bache Muni-Georgia	municipal bond
Prudential-Bache Muni-Maryland	municipal bond
Prudential-Bache Muni-Massachusetts	municipal bond
Prudential-Bache Muni-Michigan	municipal bond
Prudential-Bache Muni-N Carolina	municipal bond
Prudential-Bache Muni-New York	municipal bond
Prudential-Bache Muni-New York MM	money market
Prudential-Bache Muni-Ohio	municipal bond
Prudential-Bache Option Growth Fund	stock
Prudential-Bache Quality Income Fund	bond & preferred
Prudential-Bache Research Fund	stock
Prudential-Bache Tax-Free Money Fund	money market
Prudential-Bache Utility Fund	stock
Putnam Financial Services 1 Post Office Square Boston, MA 02109 617-292-1000 (local) 800-225-1581 (out of state) Exchange privilege: Yes	
Putnam California Tax Exempt Income	municipal bond
Putnam Capital Fund	stock
Putnam Convertible Income-Growth Trust	balanced
Putnam Daily Dividend Trust	money market
Putnam Energy-Resources Trust	stock
Putnam Fund for Growth & Income	stock
George Putnam Fund of Boston	balanced
Putnam Health Sciences Trust	stock
Putnam High Income Government Trust	bond & preferred
Putnam High Yield Trust	bond & preferred
Putnam Income Fund	balanced
Putnam Information Sciences Trust	stock
Putnam International Equities Fund	foreign
Putnam Investors Fund	stock
Putnam Option Income Trust	stock
Putnam Option Income Trust II	stock
Putnam Tax Exempt Income Fund	municipal bond
Putnam US Govt Guaranteed Securities	bond & preferred
Putnam Vista Fund	stock
Putnam Voyager Fund	stock

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1985 Fund Ratings

Fund distributor	Type of fund
Quest Distributors 1414 Avenue of the Americas New York, NY 10019 212-355-7311 (local) 800-221-4268 (out of state) Exchange privilege: No	
Royce Value Fund	stock
Rea-Graham Fund 10966 Chalon Road Los Angeles, CA 90077 213-471-1917 (local) Exchange privilege: No	
Rea-Graham Fund	balanced
Reich & Tang 100 Park Avenue New York, NY 10017 212-370-1240* (local) Exchange privilege: Yes	
Connecticut Daily Tax Free Income	money market
Daily Dollar Reserves	money market
Daily Income Fund	money market
Daily Tax Free Income Fund	money market
Empire Tax Free Money Market	money market
Fahnestock Daily Income Fund	money market
Reich & Tang Equity Fund	stock
SBSF Fund	stock
Short Term Income Fund-Government	money market
Short Term Income Fund-MM	money market
Reserve Partners 810 Seventh Avenue 35th Floor New York, NY 10019 212-977-9880* (local) 800-223-5547 (out of state) Exchange privilege: Yes	
Reserve CPA-Government	money market
Reserve CPA-Primary	money market
Reserve Equity Trust-Contrarian	stock
Reserve Fund-Government	money market
Reserve Fund-Primary	money market
Reserve New York Tax-Exempt Tr-NY	money market
Reserve Tax Exempt-Interstate	money market
Reserve Tax-Exempt Connecticut	money market
Review Distributing Corp Plymouth & Walnut Avenues Oreland, PA 19075 215-887-6312* (local) 800-523-2578 (out of state) Exchange privilege: No	
Over-the-Counter Securities Fund	stock
Rochester Fund Distributors 183 East Main Street Suite 942 Rochester, NY 14604 716-232-6930* (local) Exchange privilege: Yes	
Rochester Tax Managed Fund	stock
LF Rothschild, Unterberg, Towbin 55 Water Street New York, NY 10041 212-412-1000 (local) Exchange privilege: No	
LF Rothschild Earnings & Liquidity	money market
LF Rothschild Exempt Fund	money market
Ruane, Cunniff & Co 1370 Avenue of the Americas New York, NY 10019 212-245-4500 (local) Exchange privilege: No	
Sequoia Fund	stock
SA Russell & Co 120 Wall Street New York, NY 10005 212-248-6960 (local) Exchange privilege: No	
Trinity Liquid Assets Trust	money market
Morton H Sachs & Co 1346 South Third Street Louisville, KY 40208 502-636-5633 (local) Exchange privilege: No	
Fairmont Fund	stock
Safeco Securities Safeco Plaza Seattle, WA 98185 206-545-5530 (local) 800-426-6730 (out of state) Exchange privilege: Yes	
Safeco California Tax Free Income Fund	municipal bond
Safeco Equity Fund	stock
Safeco Growth Fund	stock
Safeco Income Fund	stock
Safeco Money Market Mutual Fund	money market
Safeco Municipal Bond Fund	municipal bond
Safeco Tax-Free Money Market Fund	money market
Scudder Fund Distributors 175 Federal Street Boston, MA 02110 800-225-2470 (local) 800-453-3305 (out of state) Exchange privilege: Yes	
Scudder California Tax-Free Fund	municipal bond
Scudder Capital Growth Fund	stock
Scudder Cash Investment Trust	money market
Scudder Development Fund	stock
Scudder Government Money Fund	money market
Scudder Growth & Income Fund	stock
Scudder Income Fund	balanced
Scudder International Fund	foreign
Scudder Managed Municipal Bonds	municipal bond
Scudder New York Tax-Free Fund	municipal bond
Scudder Target Fund-General 1990	bond & preferred
Scudder Tax-Free Money Fund	money market
Scudder Tax-Free Target-1987	municipal bond
Scudder Tax-Free Target-1990	municipal bond
Scudder Tax-Free Target-1993	municipal bond
Securities Fund Investors PO Box 3942 St Petersburg, FL 33731 813-823-8712 (local) 800-237-0738 (out of state) Exchange privilege: Yes	
Templeton Foreign Fund	foreign
Templeton Global I	stock
Templeton Global II	stock
Templeton Growth Fund	stock
Templeton World Fund	stock

*Will accept collect calls.

Fund distributor	Type of fund
Securities Management & Research Moody & Market Streets Galveston, TX 77550 409-763-2767 (local) Exchange privilege: Yes	
American National Bond Fund	bond & preferred
American National Growth Fund	stock
American National Income Fund	stock
American National Money Market Fund	money market
Security Distributors 700 Harrison Street Topeka, KS 66636 800-432-2394 (local) 800-255-3557 (out of state) Exchange privilege: Yes	
Security Action Fund	stock
Security Bond Fund	bond & preferred
Security Cash Fund	money market
Security Equity Fund	stock
Security Investment Fund	stock
Security Ultra Fund	stock
Seligman Marketing 1 Bankers Trust Plaza New York, NY 10006 800-522-6869 (local) 800-221-2450 (out of state) Exchange privilege: Yes	
Liberty Cash Management Fund	money market
Seligman Calif T-E-High Yield	municipal bond
Seligman Calif T-E-Money Market	money market
Seligman Calif T-E-Quality	municipal bond
Seligman Capital Fund	stock
Seligman Cash Management-Government	money market
Seligman Cash Management-Prime	money market
Seligman Common Stock Fund	stock
Seligman Communications & Information	stock
Seligman Growth Fund	stock
Seligman High Inc-High Yield Bond	bond & preferred
Seligman High Inc-Secured Mortgage	bond & preferred
Seligman High Inc-US Govt Guaranteed	bond & preferred
Seligman Income Fund	balanced
Seligman Tax Exempt-Michigan	municipal bond
Seligman Tax Exempt-National	municipal bond
Seligman Tax Exempt-Ohio	municipal bond
Seligman Tax-Exempt-Massachusetts	municipal bond
Seligman Tax-Exempt-Minnesota	municipal bond
Seligman Tax-Exempt-New York	municipal bond
Sentry Equity Services 1800 North Point Drive Stevens Point, WI 54481 800-472-0280 (local) 800-826-0266 (out of state) Exchange privilege: Yes	
Sentry Cash Management Fund	money market
Sentry Fund	stock

Fund distributor	Type of fund
Shearson Lehman Brothers Two World Trade Center New York, NY 10048 212-577-5794 (local) Exchange privilege: Yes	
Shearson Aggressive Growth Fund	stock
Shearson Appreciation Fund	stock
Shearson California Municipals	municipal bond
Shearson Daily Dividend	money market
Shearson Daily Tax-Free Dividend	money market
Shearson FMA Cash Fund	money market
Shearson FMA Govt Fund	money market
Shearson FMA Municipal Fund	money market
Shearson Fundamental Value Fund	stock
Shearson Global Opportunities	foreign
Shearson Government & Agencies	money market
Shearson High Yield Fund	bond & preferred
Shearson Managed Governments	bond & preferred
Shearson Managed Municipals	municipal bond
Shearson New York Municipals	municipal bond
Sherman, Dean Fund 120 Broadway New York, NY 10271 212-577-3850* (local) Exchange privilege: No	
Sherman, Dean Fund	stock
Sierra Growth Fund 1880 Century Park East Suite 717 Los Angeles, CA 90067 213-277-1450 (local) Exchange privilege: No	
Sierra Growth Fund	stock
Sit Investment Associates 1714 First Bank Place West Minneapolis, MN 55402 612-332-3223 (local) Exchange privilege: Yes	
"New Beginning" Growth Fund	stock
Smith Barney, Harris Upham & Co 333 West 34th Street New York, NY 10001 212-613-2631 (local) Exchange privilege: Yes	
National Liquid Reserves-Cash	money market
National Liquid Reserves-Govt	money market
Smith, Barney Equity Fund	stock
Smith Barney-Income & Growth	stock
Smith Barney-Income Return	bond & preferred
Smith Barney-US Govt Secs	bond & preferred
Tax Free Money Fund	money market
Vantage Money Market-Cash	money market
Vantage-Money Market-Govt	money market
Sogen Securities Corp 520 Madison Avenue New York, NY 10022 212-832-0022 (local) Exchange privilege: No	
Sogen International Fund	balanced

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1985 Fund Ratings

Fund distributor	Type of fund
Sovereign Advisers 3 Great Valley Parkway East Suite 103 Malvern, PA 19355 215-251-0705 (local) Exchange privilege: No	
Sovereign Investors	stock
State Bond Sales Corp Investment Department 100-106 North Minnesota Street New Ulm, MN 56073 507-354-2144* (local) 800-328-4735 (out ot state) Exchange privilege: Yes	
State Bond Cash Management Fund	money market
State Bond Common Stock Fund	stock
State Bond Diversified Fund	stock
State Bond Progress Fund	stock
State Bond Tax Exempt Fund	municipal bond
State Street Research & Management 1 Financial Center Boston, MA 02111 617-482-3920 (local) Exchange privilege: No	
State Street Investment Corp	stock
STCM Distributors 200 Park Avenue Suite 2532 New York, NY 10017 212-697-6666 (local) 800-228-4227 (out of state) Exchange privilege: Yes	
Capital Cash Management Trust	money market
Cash Assets Trust	money market
Hawaiian Tax-Free Trust	municipal bond
Steadman Funds 1730 K Street NW Suite 915 Washington, DC 20006 202-223-1000 (local) 800-424-8570 (out of state) Exchange privilege: Yes	
Financial Planners Federal Securities	money market
Steadman American Industry Fund	stock
Steadman Associated Fund	bond & preferred
Steadman Investment Fund	stock
Steadman Oceanographic Technology & Growth	stock
Stein Roe & Farnham PO Box 1162 Chicago, IL 60690 312-368-7800* (local) 800-621-0320 (out of state) Exchange privilege: Yes	
Stein Roe & Farnham Capital Opportunity	stock
Stein Roe & Farnham Stock Fund	stock
SteinRoe Bond Fund	bond & preferred
SteinRoe Cash Reserves	money market
SteinRoe Discovery Fund	stock
SteinRoe Govt Reserves	money market
SteinRoe High Yield Muni	municipal bond
SteinRoe Special Fund	stock
SteinRoe Tax-Exempt Bond Fund	municipal bond
SteinRoe Tax-Exempt Money Fund	money market
SteinRoe Total Return Fund	balanced
SteinRoe Universe Fund	stock

Fund distributor	Type of fund
Stralem & Co 405 Park Ave New York, NY 10022 212-888-8123 (local) Exchange privilege: No	
Stralem Fund	stock
Strategic Distributors 2030 Royal Lane Dallas, TX 75229 214-484-1326* (local) 800-527-5027 (out of state) Exchange privilege: Yes	
Strategic Capital Gains	stock
Strategic Investments Fund	stock
Strategic Silver Fund	stock
Strategic Treasury Positions	money market
Stratton Management PO Box 550 Blue Bell, PA 19422 215-542-8025* (local) Exchange privilege: Yes	
Stratton Growth Fund	stock
Stratton Monthly Dividend Shares	stock
Strong/Corneliuson Capital Management 815 East Mason Street Suite 1610 Milwaukee, WI 53202 414-765-0620* (local) 800-368-3863 (out of state) Exchange privilege: Yes	
Strong Investment Fund	balanced
Strong Total Return Fund	balanced
Sutro & Co 201 California Street San Francisco, CA 94111 415-445-8500 (local) Exchange privilege: No	
Sutro MM Fund	money market
Tenneco Asset Planning Co 777 Walker Suite 2000 Houston, TX 77002 713-757-2222 (local) 800-231-0808 (out of state) Exchange privilege: Yes	
Fund of the Southwest	stock
Plimoney Fund	money market
Plitrend Fund	stock
Southwestern Investors Income Fund	balanced
Thomson McKinnon Securities 1 New York Plaza New York, NY 10004 212-482-5930 (local) 800-482-5894 (out of state) Exchange privilege: Yes	
Thomson McKinnon Growth Fund	stock
Thomson McKinnon Income Fund	bond & preferred
Thomson McKinnon Opportunity Fund	stock

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Fund distributor	Type of fund
Transamerica Financial Resources PO Box 2438 Los Angeles, CA 90051 213-742-2222* (local) 800-343-6840 (out of state) Exchange privilege: No	
Transamerica Cash Reserve	money market
Transatlantic Fund 100 Wall Street New York, NY 10005 212-747-0440 (local) 800-223-4130 (out of state) Exchange privilege: No	
Transatlantic Fund	foreign
Trusteed Funds 1 Winthrop Square Boston, MA 02110 800-462-1199 (local) 800-343-2902 (out of state) Exchange privilege: Yes	
Commonwealth Indenture of Trust Plan C	stock
Commonwealth Indenture of Trust Plans A&B	stock
GPM Fund	balanced
Tucker Anthony & RL Day 1 Beacon Street Boston, MA 02108 800-392-6037 (local) 800-225-6258 (out of state) Exchange privilege: Yes	
Freedom Gold & Govt Fund	dual purpose
Tucker Anthony Cash Mgmt Fund	money market
Tucker Anthony Govt Secs Fund	money market
Tucker Anthony Tax-Exempt Money	money market
Twentieth Century Investors 605 West 47th Street Kansas City, MO 64112 816-531-5575 (local) Exchange privilege: Yes	
Twentieth Century Cash Reserve	money market
Twentieth Century Growth Investors	stock
Twentieth Century Select Investors	stock
Twentieth Century Ultra Investors	stock
Twentieth Century US Govt Investors	bond & preferred
Twentieth Century Vista Investors	stock
Unified Management Corp 600 Guaranty Building Indianapolis, IN 46204 317-634-3300 (local) 800-862-7283 (out of state) Exchange privilege: Yes	
Liquid Green Tax-Free Trust	money market
Liquid Green Trust	money market
Unified Growth Fund	stock
Unified Income Fund	balanced
Unified Mutual Shares Fund	balanced

Fund distributor	Type of fund
United Services Advisors PO Box 29467 San Antonio, TX 78229 512-696-1234 (local) 800-824-4653 (out of state) Exchange privilege: Yes	
United Services-Gold Shares Fund	stock
United Services-Good & Bad Times Fund	stock
United Services-Growth Fund	stock
United Services-Prospector Fund	stock
United Services-US Treasury Secs	money market
Universal Programs 110 Wall Street New York, NY 10005 212-668-8111 (local) 800-221-5588 (out of state) Exchange privilege: Yes	
Eagle Growth Shares	stock
Philadelphia Fund	stock
USAA Transfer Services PO Box 33277 San Antonio, TX 78265 512-690-3543 (local) 800-531-8181 (out of state) Exchange privilege: Yes	
USAA Gold Fund	stock
USAA Investment Trust-Cornerstone Fund	stock
USAA Mutual-Federal Secs MM	money market
USAA Mutual-Growth Fund	stock
USAA Mutual-Income Fund	balanced
USAA Mutual-MM Fund	money market
USAA Mutual-Sunbelt Era Fund	stock
USAA Tax Exempt-High Yield	municipal bond
USAA Tax Exempt-Intermediate Term	municipal bond
USAA Tax Exempt-MM Fund	money market
USAA Tax Exempt-Short Term	municipal bond
Valley Forge Fund PO Box 262 Valley Forge, PA 19481 215-688-6839 (local) Exchange privilege: No	
Valley Forge Fund	stock
Value Line Securities 711 Third Avenue New York, NY 10017 800-223-0818 (local) 800-223-0818 (out of state) Exchange privilege: Yes	
Value Line Bond Fund	bond & preferred
Value Line Cash Fund	money market
Value Line Fund	stock
Value Line Income Fund	stock
Value Line Leveraged Growth Investors	stock
Value Line Special Situations Fund	stock
Value Line Tax Exempt Fund-High Yield	municipal bond
Value Line Tax Exempt Fund-MM	money market
Van Kampen Merritt 2 Penn Center Plaza Suite 1600 Philadelphia, PA 19102 312-983-2064 (in Illinois) 800-468-5900 (out of state) Exchange privilege: Yes	
Van Kampen Merritt Insured Tax Free	municipal bond
Van Kampen Merritt US Govt Fund	bond & preferred

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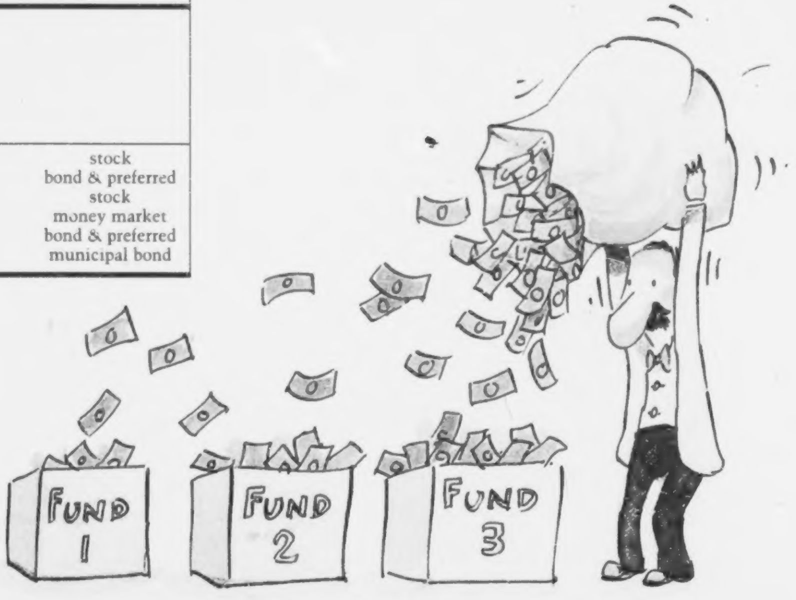
1985 Fund Ratings

Fund distributor	Type of fund
Vanguard Group Vanguard Financial Center Valley Forge, PA 19482 800-362-0530 (local) 800-662-7447 (out of state) Exchange privilege: Yes	
Explorer Fund	stock
Gemini Fund	stock
Ivest Fund	stock
WL Morgan Growth Fund	stock
Naess & Thomas Special Fund	stock
PrimeCap Fund	stock
Trustees' Commingled-International Equity	stock
Trustees' Commingled-US Equity	stock
Vanguard Fixed Income Secs-GNMA	bond & preferred
Vanguard Fixed Income Secs-High Yield	bond & preferred
Vanguard Fixed Income Secs-Invest Grade	bond & preferred
Vanguard Fixed Income Secs-Short Term	bond & preferred
Vanguard Index Trust	stock
Vanguard MM Trust-Federal	money market
Vanguard MM Trust-Insured	money market
Vanguard MM Trust-Prime	money market
Vanguard Muni Bond-Intermediate-Term	municipal bond
Vanguard Muni Bond-Long-Term	municipal bond
Vanguard Muni Bond-Short-Term	money market
Vanguard Muni Bond-High Yield	municipal bond
Vanguard Muni Bond-Insured Long-Term	municipal bond
Vanguard Muni Bond-MM	money market
Vanguard Qualified Dividend I	stock
Vanguard Qualified Dividend II	bond & preferred
Vanguard Qualified Dividend III	bond & preferred
Vanguard Specialized-Gold & Prec Metals	stock
Vanguard Specialized-Health Care	stock
Vanguard Specialized-Service Economy	stock
Vanguard Specialized-Technology	stock
Vanguard Star Fund	balanced
Wellesley Income Fund	balanced
Wellington Fund	balanced
Windsor Fund	stock
Windsor II	stock
Variable Stock Fund 1 Financial Plaza Springfield, MA 01550 413-781-3000 (local) Exchange privilege: No	
Variable Stock Fund	stock
Venture Advisers PO Box 1688 Santa Fe, NM 87504-1688 505-983-4335 (local) 800-545-2098 (out of state) Exchange privilege: Yes	
New York Venture Fund	stock
RPF of America-Bond Fund	bond & preferred
RPF of America-Equity Fund	stock
RPF of America-MM Fund	money market
Venture Income (+) Plus	bond & preferred
Venture Muni (+) Plus	municipal bond

Fund distributor	Type of fund
Waddell & Reed 2400 Pershing Road PO Box 1343 Kansas City, MO 64141 816-283-4000 (local) 800-821-5664 (out of state) Exchange privilege: Yes	
United Accumulative Fund	stock
United Bond Fund	bond & preferred
United Cash Management	money market
United Continental Income Fund	balanced
United Government Secs Fund	bond & preferred
United High Income Fund	bond & preferred
United Income Fund	stock
United International Growth Fund	stock
United Muni Bond Fund	municipal bond
United New Concepts Fund	stock
United Science & Energy Fund	stock
United Vanguard Fund	stock
Wall Street Management Corp 641 Lexington Avenue New York, NY 10022 212-319-9400* (local) Exchange privilege: No	
Wall Street Fund	stock
Weiss, Peck & Greer One New York Plaza New York, NY 10004 212-908-9500 (local) Exchange privilege: Yes	
Tudor Fund	stock
WPG Fund	stock
Working Assets Money Fund 230 California Street San Francisco, CA 94111 415-889-3200 (local) 800-543-8800 (outside) Exchange privilege: No	
Working Assets Money Fund	money market



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